

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

		2008 R	2007 R
33	CHANGE IN ACCOUNTING POLICY IN TERMS OF GRAP 3 - IMPLEMENTATION OF GRAP (CONTINUE)		
33.17	Long Term Receivables		
	Fair value restated on long term receivables recorded as they are required by GRAP.		
	Balance previously reported	185 911	226 673
	Opening balance GRAP movements 2007	(21 870)	-
	IAS 39 - Financial Instruments		
	Restatement of fair values of long-term receivables - Note 33.16 and Note 33.13	3 621	(21 870)
	Total	167 562	204 803
		2008 R	2007 R
33.18	Allowance for Impairment		
	Allowance for impairment recorded as they are required by GRAP.		
	Balance previously reported	(59 108 681)	(57 295 232)
	Opening balance GRAP movements 2007	(9 580 763)	-
	Implementation of GRAP		
	Restatement of Allowance for Impairment out of surplus - Note 16 and Note 33.13	-	(9 580 763)
	Correction on Allowance for Impairment out of surplus	693 714	-
	Restatement of Allowance for Impairment out of operating account - Note 16 and Note 33.16	4 816 187	-
	Total	(63 179 543)	(66 875 995)
		2008 R	2007 R
33.19	Trade Payable		
	Trade payable recorded as they are required by GRAP.		
	Balance previously reported	(19 055 318)	(8 990 301)
	Opening balance GRAP movements 2007	(3 405 218)	-
	Implementation of GRAP		
	Transfer from Provisions & Trust Funds - Leave Gratuity fund - Note 33.02	371 121	(5 191 690)
	Retained earnings creditor created for land sales per accrual basis - Note 33.13	-	(2 409 484)
	Transfer to Taxes (VAT) - Note 33.21	2 176 747	4 195 956
	Total	(19 912 668)	(12 395 519)
		2008 R	2007 R
33.20	Trade and Other Receivables from Exchange and Non-Exchange transactions		
	Trade and Other Receivables from Exchange and Non-Exchange transaction recorded as they are required by GRAP.		
	Balance previously reported (Previously Debtors)	92 832 799	77 143 417
	Opening balance GRAP movements 2007	(7 395 421)	-
	Implementation of GRAP		
	Transfer to Taxes (VAT) - Note 33.21	(990 050)	(1 181 931)
	Transfer to Cash and Cash Equivalents (Cash Floats)	-	(5 070)
	Accruing for fine income that should have been raised in prior years - Note 33.13 & 33.16	(381 238)	1 281 111
	Library receivable moved to General Expenditure - Note 33.13 & 33.16	(3 009 933)	(7 489 531)
	Repairs and Maintenance incorrectly reflected as Debtor - Note 34.1	(183 915)	-
	Total	80 872 242	69 747 996
		2008 R	2007 R
33.21	Taxes (VAT)		
	Taxes recorded as they are required by GRAP.		
	Balance previously reported (Previously Debtors)	-	-
	Opening balance GRAP movements 2007	(3 014 025)	-
	Implementation of GRAP		
	Transfer from Trade Payables - Note 33.19	(2 176 747)	(4 195 956)
	Transfer from Trade and Other Receivables from Exchange and Non-Exchange transactions - Note 33.20	990 050	1 181 931
	Total	(4 200 722)	(3 014 025)

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2008 R	2007 R
34 CORRECTION OF ERROR IN TERMS OF GRAP 3		
34.1 Unpaid conditional grants and receipts		
Balance previously reported	-	-
Opening balance GRAP movements 2007	183 915	-
Repairs and Maintenance incorrectly allocated to Unpaid conditional grants and receipts - Now reversed - Note 34.2	(183 915)	183 915
Total	-	183 915
	2008 R	2007 R
34.2 Changes to Statement of Financial Performance		
Balance previously reported - refer to nota 33.16	54 792 468	-
Repairs and Maintenance incorrectly allocated to Unpaid conditional grants and receipts - Now reversed - Note 34.1	(183 915)	-
Total	54 608 553	-
	2009 R	2008 R
35 RECONCILIATION BETWEEN NET SURPLUS/(DEFICIT) FOR THE YEAR AND CASH GENERATED/(ABSORBED) BY OPERATIONS		
Surplus/(Deficit) for the year	10 122 244	54 608 571
<u>Adjustments for:</u>		
Depreciation and amortisation	17 744 001	13 742 644
Amortisation of Intangible Assets	97 290	39 601
(Gain)/Loss on disposal of property, plant and equipment	(3 606 078)	(566 586)
Impairments	33 025	-
Contribution from/to employee benefits - non-current	2 226 306	2 124 694
Contribution from/to employee benefits - non-current - expenditure incurred	(710 551)	(728 782)
Contribution from/to employee benefits - non-current - actuarial losses	1 823 438	-
Contribution from/to employee benefits - non-current - actuarial gains	-	(46 294)
Contribution to employee benefits - current	892 433	-
Contribution to employee benefits - current - expenditure incurred	(813 082)	-
Contribution to provisions - current	408 453	-
Contribution to provisions - current - expenditure incurred	-	(15 941)
Contribution to provisions - bad debt	24 525 689	14 295 604
Unamortised discount - Interest - revenue	(3 190)	(3 521)
Impairment written off	(13 369 867)	(15 004 519)
Operating lease income accrued	1 896	1 626
Operating lease expenses accrued	(8 384)	1 856
Interest income	(11 819 344)	(10 149 508)
Interest expense	7 235 480	4 098 252
Operating Surplus/(Deficit) before changes in working capital	34 779 779	62 397 697
Changes in working capital	210 983	(2 050 817)
Increase/(Decrease) in Trade and Other Payables	3 039 282	7 517 148
Increase/(Decrease) in Unspent Conditional Government Grants and Receipts	4 701 316	(2 558 676)
Increase/(Decrease) in Taxes	684 569	1 188 896
(Increase)/Decrease in Inventory	(2 301)	(12 177)
(Increase)/Decrease in Trade Receivables from exchange transactions	(4 657 969)	(3 406 412)
(Increase)/Decrease in Other Receivables from non-exchange transactions	(3 553 914)	(4 777 396)
Cash generated/(absorbed) by operations	34 990 762	60 346 880
	2009 R	2008 R
36 CASH AND CASH EQUIVALENTS		
Cash and cash equivalents included in the cash flow statement comprise the following:		
Call Investments Deposits - Note 19	25 484 760	8 642 309
Cash Floats - Note 19	5 070	5 070
Bank - Note 19	5 580 722	11 671 623
Total cash and cash equivalents	31 070 552	20 319 002

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

		2009 R	2008 R						
37	UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED								
37.1	Unauthorised expenditure								
	Reconciliation of unauthorised expenditure:								
	Opening balance	-	-						
	Unauthorised expenditure current year	-	12 999 743						
	Approved by Council or condoned	-	(12 999 743)						
	Transfer to receivables for recovery	-	-						
	Unauthorised expenditure awaiting authorisation	-	-						
	<table><tr><td>Incident</td><td>Disciplinary steps/criminal proceedings</td></tr><tr><td>Overexpenditure on votes</td><td>None</td></tr></table>	Incident	Disciplinary steps/criminal proceedings	Overexpenditure on votes	None				
Incident	Disciplinary steps/criminal proceedings								
Overexpenditure on votes	None								
37.2	Fruitless and wasteful expenditure								
	Reconciliation of fruitless and wasteful expenditure:								
	Opening balance	-	-						
	Fruitless and wasteful expenditure current year	118 071	-						
	Condoned or written off by Council	-	-						
	Transfer to receivables for recovery - not condoned	-	-						
	Fruitless and wasteful expenditure awaiting condonement	118 071	-						
	<table><tr><td>Incident</td><td>Disciplinary steps/criminal proceedings</td></tr><tr><td>Interest paid on late payment</td><td>None</td></tr></table>	Incident	Disciplinary steps/criminal proceedings	Interest paid on late payment	None				
Incident	Disciplinary steps/criminal proceedings								
Interest paid on late payment	None								
37.3	Irregular expenditure								
	Reconciliation of irregular expenditure:								
	Opening balance	-	-						
	Irregular expenditure current year	4 885 842	42 933						
	Condoned or written off by Council	(4 885 842)	(42 933)						
	Transfer to receivables for recovery - not condoned	-	-						
	Irregular expenditure awaiting condonement	-	-						
	<table><tr><td>Incident</td><td>Disciplinary steps/criminal proceedings</td></tr><tr><td>Legal fees had to be paid to reverse land sales relating to the year 2005.</td><td>None</td></tr><tr><td>Non-compliance with Supply Chain Management Policy</td><td>None</td></tr></table>	Incident	Disciplinary steps/criminal proceedings	Legal fees had to be paid to reverse land sales relating to the year 2005.	None	Non-compliance with Supply Chain Management Policy	None		
Incident	Disciplinary steps/criminal proceedings								
Legal fees had to be paid to reverse land sales relating to the year 2005.	None								
Non-compliance with Supply Chain Management Policy	None								
37.4	Material Losses								
	Electricity distribution losses								
	Units purchased (Kwh)	63 309 496	62 857 932						
	- Units lost during distribution (Kwh)	6 001 554	4 168 668						
	- Percentage lost during distribution	9.48%	6.63%						
	Water distribution losses								
	- Mega litres purified	3 794 496	3 578 675						
	- Mega litres lost during distribution	631 565	18						
	- Percentage lost during distribution	16.64%	0.00%						
38	ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT								
38.1	Contributions to organised local government - [MFMA 125 (1)(b)] - SALGA CONTRIBUTIONS								
	Council subscriptions	343 063	232 847						
	Amount paid - current year	(343 063)	(232 847)						
	Balance unpaid (included in creditors)	-	-						
		2009 R	2008 R						
38.2	Audit fees - [MFMA 125 (1)(b)]								
	Opening balance	-	-						
	Current year audit fee	1 234 032	991 156						
	External Audit - Auditor-General	1 234 032	991 156						
	Amount paid - current year	(1 234 032)	(991 156)						
	Balance unpaid (included in creditors)	-	-						

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

38	ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT (CONTINUE)	2009 R	2008 R
38.3	<u>VAT - [MFMA 125 (1)(b)]</u>		
	VAT	<u>(4 885 290)</u>	<u>(4 200 721)</u>
	VAT is payable on the receipt basis. Only once payment is received from the debtors is VAT paid over to SARS. All VAT returns have been submitted by the due date throughout the year.		
38.4	<u>PAYE, SDL and UIF - [MFMA 125 (1)(b)]</u>	2009 R	2008 R
	Current year payroll deductions and Council Contributions	7 308 027	5 930 583
	Amount paid - current year	<u>(7 308 027)</u>	<u>(5 930 583)</u>
	Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>
38.5	<u>Pension and Medical Aid Deductions - [MFMA 125 (1)(b)]</u>	2009 R	2008 R
	Current year payroll deductions and Council Contributions	16 082 890	13 396 946
	Amount paid - current year	<u>(16 082 890)</u>	<u>(13 396 946)</u>
	Balance unpaid (included in creditors)	<u>-</u>	<u>-</u>
38.6	<u>Councillor's arrear consumer accounts - [MFMA 125 (1)(b)]</u>		
	The following Councillors had arrear accounts for more than 90 days as at 30 JUNE 2009:		
		2009 R Outstanding more than 90 days	2008 R Outstanding more than 90 days
	Damon M	4 876	4 441
	Mentile V	154	140
	Booyesen F	-	2 141
	Mazembe V C	-	501
	Appel D	-	29
	Wood C	53	223
	Pheiffer JJJ	1 099	-
	Appel M	1 365	-
	Mkhwibiso B	-	123
	Total Councillor Arrear Consumer Accounts	<u>7 547</u>	<u>7 598</u>
38.7	<u>Quotations awarded - Section 45 - Supply Chain Management</u>		
	Non-compliance with the Supply Chain Management Regulations were identified on the following categories:		
		Less than R30,000	Between R30,001 and R200,000
			Between R200,001 and R2,000,000
			More than R2,000,001
	Corporate Services	145 303	202 367
	Development Services	139 576	-
	Financial Services	9 959	-
	Technical Services	2 180 275	917 451
	Electrical Services	81 865	-
		<u>2 556 978</u>	<u>1 119 818</u>
		<u>1 209 046</u>	<u>-</u>

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

39 CAPITAL COMMITMENTS

Commitments in respect of capital expenditure:

Approved and contracted for:

Land & Buildings
Infrastructure

Total

2009
R

2008
R

27 544 491

7 529 441

422 860

27 121 631

763 315

6 766 126

27 544 491

7 529 441

2009
R

2008
R

This expenditure will be financed from:

External Loans
Government Grants

15 864 767

11 679 724

27 544 491

1 597 822

5 931 619

7 529 441

2009
R

2008
R

40 FINANCIAL RISK MANAGEMENT

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

(a) Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions.

(b) Price risk

The municipality is not exposed to price risk.

(c) Interest Rate Risk

As the municipality has significant interest-bearing liabilities, the entity's income and operating cash flows are substantially dependent on changes in market interest rates.

The municipality analyses its potential exposure to interest rate changes on a continuous basis. Different scenarios are simulated which include refinancing, renewal of current positions, alternative financing and hedging. Based on these scenarios, the entity calculates the impact that a change in interest rates will have on the surplus/deficit for the year. These scenarios are only simulated for liabilities which constitute the majority of interest bearing liabilities.

The municipality did not hedge against any interest rate risks during the current year.

The potential impact on the entity's surplus/deficit for the year due to changes in interest rates were as follow:

0.5% (2008 - 2%) Increase in interest rates
1% (2008 - 0.5%) Decrease in interest rates

2009
R

2008
R

(260 290)

520 579

(651 979)

162 995

(d) Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the municipality to incur a financial loss.

Credit risk consist mainly of cash deposits, cash equivalents, trade and other receivables and unpaid conditional grants and subsidies.

The entity only deposits cash with major banks with high quality credit standing. Grants are receivable from higher order levels of government. The credit risk pertaining to these financial assets are considered to be low.

Trade and other debtors are disclosed net after provisions are made for impairment and bad debts.

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

40

FINANCIAL RISK MANAGEMENT (CONTINUE)

**2009
R**

**2008
R**

Trade debtors comprise of a large number of ratepayers, dispersed across different sectors and geographical areas. Ongoing credit evaluations are performed on the financial condition of these debtors. Credit risk pertaining to trade debtors is considered to be moderate due the diversified nature of debtors and immaterial nature of individual balances. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. In the case of debtors whose accounts become in arrears, Council endeavours to collect such accounts by "levying of penalty charges", "demand for payment", "restriction of services" and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy.

Long-term Receivables and Other Debtors are individually evaluated annually at Balance Sheet date for impairment or discounting. A report on the various categories of debtors is drafted to substantiate such evaluation and subsequent impairment / discounting, where applicable.

Financial assets exposed to credit risk at year end are as follows:

Trade receivables from exchange transactions (net of provision)	14 187 567	12 699 489
Other receivables from non-exchange transactions (net of provision)	5 977 842	4 993 209
Long term receivables	91 953	139 454
	<hr/>	<hr/>
	20 257 362	17 832 152
	<hr/>	<hr/>

(e) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of committed credit facilities. Due to the dynamic nature of the underlying business, the treasury maintains flexibility in funding by maintaining availability under credit lines.

The entity's risk to liquidity is a result of the funds available to cover future commitments. The entity manages liquidity risk through an ongoing review of future commitments and credit facilities.

The table below analyses the entity's financial liabilities into relevant maturity groupings based on the remaining period at the financial year end to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

	Less than 1 year	Between 1 and 5 years	Between 5 and 10 years	Over 10 Years
2009				
Long Term liabilities	9 965 267	43 470 805	47 573 994	120 076 366
Consumer Deposits	2 697 122	-	-	-
Trade and Other Payables	12 710 358	-	-	-
Unspent conditional government grants and receipts	8 428 212	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	33 800 959	43 470 805	47 573 994	120 076 366
2008				
Long Term liabilities	5 925 330	25 828 798	32 513 078	73 435 123
Consumer Deposits	2 395 273	-	-	-
Trade and Other Payables	10 550 143	-	-	-
Unspent conditional government grants and receipts	3 726 896	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	22 597 642	25 828 798	32 513 078	73 435 123

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

			2009 R	2008 R
41	FINANCIAL INSTRUMENTS			
	In accordance with IAS 39.09 the financial instruments of the municipality are classified as follows:			
	The fair value of financial instruments approximates the amortised costs as reflected below.			
41.1	Financial Assets	Classification		
	Long-term Receivables			
	Officials Housing Loans	At amortised cost	59 701	69 574
	Sport Club Loans	At amortised cost	104 961	116 337
	Consumer Debtors			
	Trade receivables from exchange transactions	At amortised cost	59 199 737	52 874 544
	Other receivables from exchange transactions	At amortised cost	2 388 636	2 389 683
	Other receivables from non-exchange transactions	At amortised cost	29 988 032	25 608 015
	Current Portion of Long-term Receivables			
	Officials Housing Loans	At amortised cost	3 881	15 376
	Sport Club Loans	At amortised cost	8 279	12 732
	Short-term Investment Deposits			
	Call Deposits	At amortised cost	25 484 760	8 642 309
	Bank Balances and Cash			
	Bank Balances	At amortised cost	5 580 722	11 671 623
	Cash Floats and Advances	At amortised cost	5 070	5 070
			122 821 779	101 405 263
	SUMMARY OF FINANCIAL ASSETS			
	At amortised cost		122 821 779	101 405 263
			2009 R	2008 R
41	FINANCIAL INSTRUMENTS (CONTINUE)			
41.2	Financial Liability	Classification		
	Long-term Liabilities			
	Annuity Loans	At amortised cost	82 965 313	52 775 404
	Capitalised Lease Liability	At amortised cost	163 156	142 539
	Consumer Deposits			
	Electricity and Water	At amortised cost	2 697 122	2 395 273
	Trade Payables			
	Trade creditors	At amortised cost	10 824 329	8 772 820
	Retentions	At amortised cost	3 088 025	1 493 704
	Deposits	At amortised cost	681 540	283 619
	Unspent Conditional Grants and Receipts			
	Other Spheres of Government	At amortised cost	8 428 213	3 726 897
	Current Portion of Long-term Liabilities			
	Annuity Loans	At amortised cost	4 838 277	4 084 980
	Capitalised Lease Liability	At amortised cost	146 961	183 428
			113 832 936	73 858 664
	SUMMARY OF FINANCIAL LIABILITY			
	At amortised cost		113 832 936	73 858 664
42	EVENTS AFTER THE REPORTING DATE			
	The municipality has no events after reporting date during the financial year ended 2008/2009.			
43	IN-KIND DONATIONS AND ASSISTANCE			
	The municipality did not receive any in-kind donations or assistance during the year under review.			

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

44 PRIVATE PUBLIC PARTNERSHIPS

Council has not entered into any private public partnerships during the financial year.

45 COMPARISON WITH THE BUDGET

The comparison of the municipality's actual financial performance with that budgeted, is set out in Annexures "E (1) and E (2)".

46 CONTINGENT LIABILITY

Council do have the following contingent liabilities at the end of the financial year 2008/2009:

Anton Henn:

The case is currently in the Labour court and awaits a court date. If Anton Henn win the case, he will receive back pay on his salary and allowances.

L. Lususa:

The case is currently at Arbitration with case date 16 August 2009. If L Lususa win the case, he will receive back pay on his salary and allowances.

Mr King en Mr Solomons:

The case is on Appeal stage. If Mr King and Mr Solomons the case win, they will receive back pay on their salaries and allowances.

Nathan Arendse:

The case is currently at Arbitration. If Nathan Arendse win the case, he will receive back pay and be appointed back in his post as Head of Traffic.

TWK Landgoed:

The case is currently in the High Court. Municipality will be liable for legal fees if they loose the case.

47 RELATED PARTIES

Key Management and Councillors receive and pay for services on the same terms and conditions as other ratepayers / residents.

47.1 Related Party Transactions

	Rates - Levied 1 Jul 08 - 30 Jun 09	Service Charges - Levied 1 Jul 08 - 30 Jun 09	Other - Levied 1 Jul 08 - 30 Jun 09	Outstanding Balances 30 June 2009
Year ended 30 JUNE 2009				
Councillors	26 127	111 620	15 546	12 036
Adams P	-	-	-	-
Appel M	56	1 488	-	1 544
Arendse A	1 892	2 980	-	-54
Baird S	498	5 838	-	-523
Damon M	-	2 799	-	8
De Bruyn L	1 856	6 737	-	720
Fredericks S	-	-	-	-
Hattingh A	-	17 228	14 592	419
Makaza P	-	-	-	-
Mazembe V	-	2 841	-	2 841
Makaza P	645	2 805	-	3 450
Mentile V	-	5 722	-	2 996
Mentile V	-	954	954	954
Pheffer J	63	2 781	-	-1 069
Punt C	3 798	10 305	-	-19
Ruiters	-	-	-	-
Simmers T	2 576	9 843	-	490
Stanfliet P	-	3 348	-	280
Tiemie K	-	-	-	-
Tshaka M	-	2 628	-	209
Van Brakel A	7 050	318	-	-
Vashu S	3 344	10 118	-	350
Vosloo C	4 352	12 116	-	21
Wood C	-	2 840	-	-20
November CD	-	7 931	-	-561

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

47 RELATED PARTIES (CONTINUE)

Municipal Manager and Section 57 Employees	-	11 640	29 568	3 802
Wallace HSD	-	-	-	-
Gxoyiya MH	-	11 640	29 568	3 802
Isaacs J	-	-	-	-
van Heerder C	-	-	-	-
Jacobs SN	-	-	-	-

The rates, service charges and other charges are in accordance with approved tariffs that were advertised to the public. No bad debt expenses have been recognised in respect of amounts owed by related parties.

47.2 Related Party Loans

Since 1 July 2004 loans to councillors and senior management employees are not permitted. Loans granted prior to this date, together with the conditions, are disclosed in note 14 to the Annual Financial Statements.

47.3 Compensation of key management personnel

The compensation of key management personnel is set out in note 25 to the Annual Financial Statements.

47.4 Other related party transactions

	2009	2008
	R	R
The following purchases were made during the year where Councillors or Management have an interest:		
<u>Councillor/Staff Member</u>		
Councillor D.A. Appel	-	39 490
Councillor D.C. Ruiters - R. Theunissen - painter	62 930	-
Councillor C. Wood - Daughter - C. du Plessis/January - caterer	4 080	-
Deputy Director J. Visagie - S. Visagie = caterer	292	-
	<u>67 302</u>	<u>39 490</u>

48 TRANSITIONAL PROVISION TAKEN ACCORDING TO THOSE IN DIRECTIVE 4 - TRANSITIONAL PROVISIONS FOR MEDIUM AND LOW CAPACITY MUNICIPALITIES

48.1 GRAP 19 - Provisions, contingent liabilities and contingent Assets

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise provisions, contingent liabilities or contingent assets relating to Refuse tip-sites.

The municipality is currently in a process of identifying all provisions which must be measured in terms of GRAP 19 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

The municipality has appointed Jan Palm Consulting Engineers that conducted a Provisional Assessment and they will now proceed to do the costing for the Landfill site. They estimate that the current Landfill site, situated at Plot 1 Caledon, has a remaining life of about 44-82 months, depending on the equipment used to compact the refuse. The provision will be calculated according to the GRAP 19 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

48.2 GRAP 100 - Non-current assets and discontinued operations

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise non-current assets held for sale and discontinued operations relating to Inventories, Investment Properties, Property, Plant and Equipment, Agriculture and Intangible Assets which are not recognised in terms of the transitional provisions relating to those standards.

48.3 GRAP 16 - Investment Properties

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise all the Investment Properties.

The municipality is currently in the process of identifying all Investment Properties and have valued them in terms of GRAP 16 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

48

TRANSITIONAL PROVISION TAKEN ACCORDING TO THOSE IN DIRECTIVE 4 - TRANSITIONAL PROVISIONS FOR MEDIUM AND LOW CAPACITY MUNICIPALITIES (CONTINUE)

48.4 GRAP 102 - Intangible Assets

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise or measure all the Intangible Assets in accordance with the standard, including the following:

- * Computer Software;
- * Intangible assets financed by way of finance leases;
- * Intangible assets transferred as a result of the transfer of functions; and
- * Servitudes.

The municipality is currently in the process of identifying all Intangible Assets and have it valued in terms of GRAP 102 and it is expected that this process will be completed for inclusion in the 2010 financial statements. It is possible that certain intangible assets are currently being recognised as Property, Plant and Equipment.

48.5 GRAP 12 - Inventories

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise the following inventories:

Land held for sale

The municipality is currently in the process of identifying all inventory which must be measured in terms of GRAP 12 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

11 PROPERTY, PLANT AND EQUIPMENT

30 JUNE 2008

Reconciliation of Carrying Value

Carrying value at 1 JULY 2008

Cost	82 502 087
Accumulated Depreciation	-28 222 847
Acquisitions	18 205 225
Depreciation	-2 435 871
Carrying value of disposals	-89 175
Impairment losses	-

Carrying value at 30 JUNE 2009

Cost	100 348 808
Accumulated Depreciation	-30 387 389

30 JUNE 2008

Reconciliation of Carrying Value

Carrying value at 1 JULY 2007

Cost	50 113 768
Previously stated	50 113 768
Change in accounting policy - Note 33.07	-
Accumulated Depreciation	-28 893 756
Previously stated	-28 893 756
Change in accounting policy - Note 33.08	-

Acquisitions	33 312 318
Depreciation	-1 329 090
Carrying value of disposals	-924 000

Carrying value at 30 JUNE 2008

Cost	82 502 087
Accumulated Depreciation	-28 222 847

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	Land and Buildings R	Infrastructure R	Community R	Lease Assets R	Investment Properties R	Other R	Total R
Carrying value at 1 JULY 2008	54 279 240	139 596 507	6 773 584	312 201	-	16 054 218	217 015 750
Cost	82 502 087	219 332 716	12 575 716	1 517 100	-	33 229 145	349 156 764
Accumulated Depreciation	-28 222 847	-79 736 209	-5 802 132	-1 204 899	-	-17 174 927	-132 141 014
Acquisitions	18 205 225	35 055 800	31 018	212 720	-	7 219 575	60 724 338
Depreciation	-2 435 871	-9 531 651	-491 632	-181 311	-	-4 555 065	-17 195 530
Carrying value of disposals	-89 175	-	-	-	-	-27 711	-118 886
Impairment losses	-	-	-	-	-	-33 025	-33 025
Carrying value at 30 JUNE 2009	69 959 419	165 120 656	6 312 970	343 610	-	18 657 992	280 394 647
Cost	100 348 808	254 388 516	12 606 734	1 729 820	-	39 672 256	409 044 134
Accumulated Depreciation	-30 387 389	-89 267 860	-6 293 764	-1 386 210	-	-21 314 264	-148 649 487

	Land and Buildings R	Infrastructure R	Community R	Lease Assets R	Investment Properties R	Other R	Total R
Carrying value at 1 JULY 2007	23 220 012	104 087 518	6 258 874	407 753	-	14 698 840	148 670 997
Cost	50 113 768	176 353 253	11 616 136	1 307 300	-	28 229 694	267 620 453
Previously stated	50 113 768	12 953 956	11 616 136	-	43 740 710	28 229 694	146 654 566
Change in accounting policy - Note 33.07	-	163 399 297	-	1 307 300	-43 740 710	-	120 965 857
Accumulated Depreciation	-28 893 756	-72 285 735	-5 357 264	-899 547	-	-13 533 154	-118 949 456
Previously stated	-28 893 756	-72 285 735	-6 357 264	-899 547	-	-13 533 154	-118 949 456
Change in accounting policy - Note 33.08	-	-	-	-	-	-	-
Acquisitions	33 312 318	42 979 463	959 578	209 800	-	4 699 319	82 460 478
Depreciation	-1 329 090	-7 470 474	-444 868	-305 352	-	-3 641 887	-13 191 671
Carrying value of disposals	-924 000	-	-	-	-	-54	-924 054
Carrying value at 30 JUNE 2008	54 279 240	139 596 507	6 773 584	312 201	-	16 054 218	217 015 750
Cost	82 502 087	219 332 716	12 575 716	1 517 100	-	33 229 145	349 156 764
Accumulated Depreciation	-28 222 847	-79 736 209	-5 802 132	-1 204 899	-	-17 174 927	-132 141 014

11 PROPERTY, PLANT AND EQUIPMENT

GRAP 17 - Property, Plant and Equipment

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in February 2008. The municipality did not recognise or measure all the Property, Plant and Equipment in accordance with the standard, including the following:

Land:
 Property, Plant and Equipment financed by way of finance leases;
 Property, Plant and Equipment financed by way of provisions;
 Property, Plant and Equipment transferred as a result of the transfer of functions; and
 Componentised infrastructure assets.

The municipality is currently in a process of identifying all Property, Plant and Equipment and have it valued in terms of GRAP 17 and it is expected that this process will be completed for inclusion in the 2010 financial statements. The Municipality is in the process of itemizing all infrastructure and community assets and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2010. At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets, using global historical costs recorded in the accounting records.

The municipality therefore did not utilise the transitional provision in the following areas:

- Review of useful life of item of PPE recognised in the annual financial statements.
- Review of the depreciation method applied to PPE recognised in the annual financial statements.
- Review of residual values of item of PPE recognised in the annual financial statements.
- Impairment of non-cash generating assets.
- Impairment of cash generating assets.

No assets are pledged as security for loans raised according to loan contracts. No idle, temporarily idle PPE are being held at the reporting date.

**APPENDIX A - Unaudited
THEWATERSKLOOF MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2009**

EXTERNAL LOANS	Rate	Loan Number	Redeemable	Balance at 30 JUNE 2008	Correction	Balance at 30 JUNE 2008 Recasted	Received during the period	Redeemed written off during the period	Balance at 30 JUNE 2009
LONG-TERM LOANS									
Stock Loan									
Total Long-term Loans									
ANNUITY LOANS									
OBPA 10.95% 10 year	10.95%	Infrastructure Programs/101178/1	30/06/2014	6 177 068	-	6 177 068	-	776 031	5 401 037
OBPA 9.45% 20 year	9.45%	Loan No. 101/487/1 Electricity	31/12/2024	9 873 758	-	9 873 758	-	-	9 873 758
OBPA 9.45% 5 year	9.45%	Loan No. 101/487/4 Admin/Corp/Refuse	31/12/2009	126 242	-	126 242	-	-	126 242
OBPA	10.06%	Loan No. 102/275/1	31/03/2009	188 368	-	188 368	-	-	188 368
OBPA	9.80%	Loan No. 102/275/2	31/03/2010	818 337	-	818 337	-	-	818 337
OBPA	9.45%	Loan No. 102/275/3	31/03/2012	1 842 328	-	1 842 328	-	-	1 842 328
OBPA	9.35%	Loan No. 102/275/4	31/03/2022	1 553 169	-	1 553 169	-	-	1 553 169
OBPA	9.25%	Loan No. 102/275/5	31/03/2027	8 369 801	-	8 369 801	-	88 368	8 281 433
OBPA	10.74%	Loan No. 102807/1	30/06/2013	785 000	-	785 000	-	-	785 000
OBPA	9.65%	Loan No. 102807/2	30/06/2018	3 195 000	-	3 195 000	-	-	3 195 000
OBPA	9.47%	Loan No. 102807/3	30/06/2028	8 966 000	-	8 966 000	-	490 011	8 475 989
OBPA	11.44%	Loan No. 103108/1	31/12/2018	500 000	-	500 000	-	-	500 000
OBPA	11.38%	Loan No. 103108/2	31/12/2028	9 607 255	-	9 607 255	-	-	9 607 255
OBPA	12.00%	Olu Kaapse Ave	30/06/2004	1 709	-1 709	-	-	-	-
OBPA 13.22% 20year	13.22%	(Municipal Buildings)	30/06/2014	120	-120	-	-	-	-
OBPA 13.25 %15year	13.25%	(Roads)	31/12/2009	333	-333	-	-	-	-
OBPA	12.00%	1178800.00%	31/12/2002	-13	13	-	-	-	-
OBPA	12.00%	(Sewerage)	30/06/2004	-1	1	-	-	-	-
OBPA 14.50% 20 year	14.50%	117789	31/12/2013	62	-62	-	-	-	-
OBPA 13.80% 25 year	13.80%	(Water Service)	31/12/2008	95	-95	-	-	-	-
OBPA 14.77% 15 year	14.77%	(Water Service)	31/12/2007	84	-84	-	-	-	-
OBPA 15% 20 year	15.00%	(Electricity, Water, Sewerage)/10858/1	30/06/2018	-50 243	50 243	-	-	-	-
OBPA 15% 20 year	15.00%	(Sewerage)/10858/2	30/06/2018	-4 335	4 335	-	-	-	-
OBPA	11.35%	(Mun. Buildings)	31/12/2014	274 375	-	274 375	-	-	243 859
OBPA	12.00%	(Roads)	31/12/2010	480 882	-	480 882	-	30 516	305 150
OBPA	11.35%	(Sewerage)	31/12/2014	132 446	-	132 446	-	175 732	111 715
OBPA	12.00%	(Water Service)	31/12/2010	101 418	-	101 418	-	34 731	64 356
OBPA	11.14%	(Electricity, Water, Sewerage)/10858/1	31/12/2018	1 455 286	-	1 455 286	-	37 062	1 378 737
OBPA 15% 10 year	15.00%	(Electricity)	31/12/2010	139 830	-	139 830	-	7 763	132 067
OBPA 10.05% 30 year	10.05%	(Electricity)	30/06/2008	1 328	-1 328	-	-	-	-
OBPA 13.30% 30 year	13.30%	(Sewerage)	31/12/2013	253 266	-	253 266	-	36 516	216 750
OBPA 14.85% 30 year	14.85%	(Sewerage)	30/06/2014	-3	3	-	-	-	-
OBPA 15.80% 15 year	15.80%	(Sewerage)	30/06/2005	2	-2	-	-	-	-
OBPA 15.80% 15 year	15.80%	(Sewerage)	30/06/2010	1	-1	-	-	-	-
OBPA 16.70% 15 year	16.70%	(Roads)	31/12/2006	2	-2	-	-	-	-
OBPA 16.85% 20 year	16.85%	(Municipal Buildings)	31/12/2011	3	-3	-	-	-	-
OBPA 15.80% 15 year	15.80%	(Roads)	31/12/2006	2	-2	-	-	-	-
OBPA 17.82% 20 year	17.82%	(Municipal Buildings)	30/06/2005	1	-1	-	-	-	-
OBPA 16.70% 15 year	16.70%	(Electricity)	31/12/2006	4	-4	-	-	-	-
OBPA 16.53% 15 year	16.53%	(Electricity)	30/06/2007	3	-3	-	-	-	-
OBPA 15.30% 15 year	15.30%	(Electricity)	31/12/2008	11 740	-	11 740	-	11 737	3
OBPA 13.95% 15 year	13.95%	(Electricity)	30/06/2009	-3	3	-	-	-	-
OBPA 15.95% 20 year	15.95%	(Water Service)	31/12/2011	2	-2	-	-	-	-
OBPA 17.45% 15 year	17.45%	(Water Service)	30/06/2010	-1	1	-	-	-	-
OBPA	11.35%	(Sewerage)	31/12/2014	65 671	-	65 671	-	7 304	58 367
OBPA	11.35%	(Sewerage)	31/12/2014	54 906	-	54 906	-	6 107	48 799
OBPA	12.00%	(Municipal Buildings)	31/12/2010	25 498	-	25 498	-	9 328	16 170
OBPA	11.75%	(Municipal Buildings)	31/12/2011	38 657	-	38 657	-	9 513	29 144
OBPA	12.25%	(Electricity)	31/12/2009	21 012	-	21 012	-	13 588	7 424
OBPA	11.75%	(Water Service)	31/12/2011	28 171	-	28 171	-	6 932	21 239
OBPA	12.00%	(Roads)	31/12/2010	53 305	-	53 305	-	19 480	33 825
OBPA 16.50% 10 year	16.50%	(Roads)	31/12/2009	137 975	-	137 975	-	88 317	49 658
OBPA VILL.,12.40%	12.40%	301648708 (Water/5 yr)	16/09/2008	63 643	-	63 643	-	63 643	-
Ganiam 10% 20 year	10.00%	40513100.00%	31/12/2010	19 378	-	19 378	-	7 100	12 278
LFO 1	12.00%	10502100.00%	30/06/2004	-6	6	-	-	-	-
OBPA 13.45% 30 year	13.45%	(Sewerage)	104013 (12704/101)	-6 002	6 002	-	-	-	-
OBPA 16.38% 25 year	16.38%	(Water Service)	105021(12705/101)	-1 973	1 973	-	-	-	-
OBPA	11.27%	(Sewerage)	104013 (12704/101)	433 285	-	433 285	-	39 356	393 929

**APPENDIX A - Unaudited
THEEWATERSKLOOF MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2009**

ABGA	11.37%	(Water Service) - 10502(112705/101)	31/12/2015	178 613	-	178 613	-	15 234	162 389
DEGA 20 year (Electricity)	16.50%	LALF15159.7 (15.50%) (11805/101)	30/05/2005	165	-165	-	-	-	-
DEGA 15 year (Electricity)	17.55%	LALF 15159.8 (17.55%)(11805/101)	30/05/2010	416	-416	-	-	-	-
DEGA 15% 15 year	15.00%	Network - Elec.(15.00%) (11040/102)	31/03/2013	-5 958	5 958	-	-	5 938	173 004
DEGA 16.50% 20 year	16.50%	Electricity (15.75%) (13705/102)	31/12/2019	178 942	-	178 942	-	2 821	85 966
DEGA 15.75% 20 year	15.75%	Electricity (15.75%) (13705/102)	30/05/2020	88 787	-	88 787	-	-	-
DEGA 15 year 17.21%	17.21%	LALF 15159.9 (11807/101) (Water)	30/05/2010	-12 279	12 279	-	-	-	-
ABGA	12.00%	LALF 15159.8 (17.55%)(11805/101)	31/12/2010	110 052	-	110 052	-	40 217	69 835
ABGA	11.44%	Network - Elec.(15.00%) (11040/102)	31/12/2013	154 160	-	154 160	-	21 497	132 663
ABGA	12.00%	LALF 15159.9 (11807/101) (Water)	31/12/2010	356 760	-	356 760	-	130 373	226 387
DEGA 15.67% 10 year	15.67%	1589-802 (Overberg)(121,100.00	30/05/2006	61	-61	-	-	-	-
DEGA 15.67% 10 year	15.67%	1589-801 (Overberg)(87,000.00	31/12/2007	58	-58	-	-	-	-
ABGA (Overberg)	13.75%	67,000.00 - 13.75%(Sport facilities)	30/05/2006	7 308	-7 308	-	-	-	-
DEGA - 20 year	9.85%	103313.1 22,082,960.00	31/03/2029	-	-	22 082 960	-	-	22 082 960
DEGA - 15 year	9.97%	103313.2 6,295,000.00	31/03/2024	-	-	6 295 000	-	-	6 295 000
DEGA - 10 year	10.00%	103313.3 1,000,000.00	31/03/2019	-	-	1 000 000	-	-	1 000 000
DEGA - 7 year	9.95%	103313.4 3,800,000.00	31/03/2016	-	-	3 800 000	-	-	3 800 000
Total Annuity Loans				58 791 328	88 065	58 880 384	33 177 880	2 234 764	87 803 690
GOVERNMENT LOANS									
Other									
Total Government Loans									
LEASE LIABILITY									
Aficio 1022 Photo copier	12.03%	Office	31/07/2008	1 609	-	1 609	-	1 609	-
Aficio 1224 Photo copier	12.00%	Development Services	31/07/2008	2 995	-	2 995	-	2 995	-
Aficio 1015 Photo copier	12.24%	Library	31/07/2008	421	-	421	-	421	-
Aficio 1013 Photo copier	11.90%	Traffic Dept.	31/07/2008	431	-	431	-	431	-
Aficio 1015 Photo copier	12.09%	Library - Pinetown	31/07/2008	530	-	530	-	530	-
Aficio 1015 Photo copier	12.00%	Library - Rykestr	31/07/2008	579	-	579	-	579	-
Aficio 1013 Photo copier	12.08%	Office	31/07/2008	609	-	609	-	609	-
Aficio 1015 Photo copier	11.99%	Library	31/07/2008	639	-	639	-	639	-
Aficio 1018 Photo copier	11.99%	Library	31/07/2008	639	-	639	-	639	-
Aficio 2018 Photo copier	12.04%	M/V's Office	30/06/2009	11 082	-	11 082	-	11 082	-
Aficio 2018 Photo copier	12.04%	Office	31/07/2009	7 157	-	7 157	-	6 573	584
Aficio 2018 Photo copier	12.12%	Operational Services	31/07/2009	20 553	-	20 553	-	18 875	1 678
Aficio 2050 Photo copier	11.92%	Traffic Dept.	28/03/2010	12 189	-	12 189	-	7 023	5 165
Aficio 2050 Photo copier	12.09%	Records	31/05/2009	74 097	-	74 097	-	74 097	-
Aficio 2016 Photo copier	12.07%	Office	31/05/2009	6 685	-	6 685	-	6 685	-
Aficio 2016 Photo copier	12.07%	Corporate Services	31/05/2009	6 685	-	6 685	-	6 685	-
Aficio MP2000 Photo copier	12.06%	Records	30/05/2010	7 546	-	7 546	-	7 546	-
Aficio MP2000 Photo copier	12.06%	Town Office	30/05/2010	15 456	-	15 456	-	7 265	8 191
Aficio MP2000 Photo copier	12.06%	Financial Services	30/05/2010	15 456	-	15 456	-	7 265	8 191
Aficio MP2000 Photo copier	12.06%	Office	30/05/2010	15 456	-	15 456	-	7 265	8 191
Aficio MP2000 Photo copier	12.06%	Creditors	30/05/2010	15 456	-	15 456	-	7 265	8 191
AR3316 Photo copier	11.86%	Library	31/08/2010	8 551	-	8 551	-	3 676	4 875
AR3316 Photo copier	11.86%	Library	31/08/2010	8 551	-	8 551	-	3 676	4 875
Bizhub 250 Photo copier	12.01%	Office - 21216703	31/03/2011	36 629	36 629	-	-	11 950	24 679
Bizhub 8250 Photo copier	12.01%	Municipal Manager & HR - 21216702	31/03/2011	36 629	36 629	-	-	11 950	24 679
Bizhub 8163 Photo copier	12.01%	Income - 4111371	31/03/2011	19 337	19 337	-	-	6 309	13 028
Bizhub 8250 Photo copier	12.35%	Office - 21219700	31/10/2011	-	-	-	39 000	2 733	36 267
Bizhub 8163 Photo copier	11.93%	Traffic Dept. - 4115210	31/10/2011	-	-	-	22 000	1 549	20 451
Bizhub 8250 Photo copier	12.25%	Administration - K040001950	31/10/2011	-	-	-	96 000	6 728	89 272
Bizhub 8250 Photo copier	12.00%	Development Services - 21219704	31/10/2011	-	-	-	33 720	2 372	31 348
Bizhub 163 Photo copier	11.93%	Office - 4115208	31/10/2011	-	-	-	22 000	1 549	20 451
Total Lease Liabilities				253 372	82 695	325 987	212 720	228 670	310 117
TOTAL EXTERNAL LOANS				67 024 701	181 860	67 188 361	33 380 600	2 463 324	88 113 707

APPENDIX B - Unaudited
THEEWATERSKLOOF MUNICIPALITY
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2009

	Cost/Revaluation										Accumulated Depreciation			Carrying Value
	Opening Balance	Residual Value Opening Balance	Additions	Residual Value Additions	Under Construction	Revaluation	Disposals	Residual Value Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Land and Buildings														
Land	9 425 565	-	-	-	-	-	80 004	-	9 345 561	-	-	-	-	9 345 561
Buildings	73 075 122	-	18 205 225	-	-	-	280 500	-	91 000 847	28 222 847	2 435 871	271 328	30 387 989	60 613 458
	82 500 687	-	18 205 225	-	-	-	360 504	-	100 346 808	28 222 847	2 435 871	271 328	30 387 989	98 959 418
Infrastructure														
Roads and Storm water	79 325 145	-	2 193 198	-	-	-	-	-	81 518 344	38 216 332	2 544 172	-	40 860 504	40 557 840
Electricity Network	31 503 521	-	3 520 750	-	-	-	-	-	35 523 411	7 387 502	1 081 426	-	8 479 028	17 044 383
Sewerage Network	62 702 804	-	6 219 682	-	-	-	-	-	68 922 486	14 519 783	3 058 843	-	17 578 526	51 243 860
Water Network	55 318 313	-	22 722 130	-	-	-	-	-	78 040 443	19 297 541	2 734 416	-	22 032 057	56 009 366
Refuse Removal	383 832	-	-	-	-	-	-	-	383 832	204 851	12 754	-	217 545	165 187
	218 882 718	-	36 066 800	-	-	-	-	-	254 888 618	78 798 208	8 631 851	-	88 257 860	186 120 668
Community Assets														
Recreation Grounds	2 505 304	-	18 166	-	-	-	-	-	2 524 470	883 150	130 315	-	1 013 465	1 511 005
Community Halls	839 527	-	-	-	-	-	-	-	839 527	346 272	27 988	-	374 270	465 657
Libraries	3 894 000	-	-	-	-	-	-	-	3 894 000	2 079 222	129 800	-	2 208 022	1 685 978
Parks & Gardens	1 740 172	-	12 852	-	-	-	-	-	1 753 024	831 028	87 009	-	918 037	834 987
Clinics	2 692 211	-	-	-	-	-	-	-	2 692 211	1 438 829	89 740	-	1 526 559	1 165 642
Cemeteries	803 102	-	-	-	-	-	-	-	803 102	226 531	25 770	-	253 401	549 701
	12 576 718	-	31 018	-	-	-	-	-	12 806 734	6 802 182	481 832	-	8 283 784	8 912 870
Heritage Assets														
Historical Buildings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Painting & Art Galleries	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total carried forward	314 410 518	-	63 282 043	-	-	-	360 504	-	387 943 058	113 781 188	12 468 154	271 328	135 848 913	241 383 046

**APPENDIX B - Unaudited
THEEWATERSKLOOF MUNICIPALITY
ANALYSIS OF PROPERTY PLANT AND EQUIPMENT AS AT 30 JUNE 2009**

	Cost										Accumulated Depreciation			Carrying Value
	Opening Balance	Residual Value Opening Balance	Additions	Residual Value Additions	Under Construction	Revaluation	Disposals	Residual Value Disposals	Closing Balance	Opening Balance	Additions	Disposals	Closing Balance	
Total brought forward	314 410 618	-	53 282 543	-	-	-	380 504	-	387 442 058	113 781 188	12 469 164	271 328	125 849 013	241 383 045
Housing Rental Stock	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing Rentals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Housing	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Leased Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office Equipment (Lease)	1 517 100	-	212 720	-	-	-	-	-	1 729 820	1 304 899	181 311	-	1 386 210	343 610
Biological Assets	1 517 100	-	212 720	-	-	-	-	-	1 729 820	1 304 899	181 311	-	1 386 210	343 610
Game	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vehicles	3 179 567	353 280	351 987	-	-	-	98 316	10 924	3 785 694	1 296 616	522 696	97 414	1 722 096	2 063 596
Tools & Equipment	474 759	-	1 146 795	-	-	-	11 350	-	1 610 205	324 551	172 666	8 347	488 870	1 121 335
Furniture	556 474	-	99 200	-	-	-	7 520	-	655 154	314 053	59 690	5 268	368 675	289 479
Equipment	6 019 082	-	102 533	-	-	-	12 055	-	6 109 559	2 504 483	849 336	7 668	3 446 151	2 663 508
Special Vehicles	16 017 445	843 005	4 497 385	-	-	-	205 200	10 800	21 141 735	9 115 277	1 766 884	200 115	10 682 046	10 459 689
Tables	344 592	-	5 134	-	-	-	1 320	-	348 396	103 984	24 848	660	127 172	121 234
Chairs	415 109	-	100 314	-	-	-	8 205	-	507 217	236 717	65 183	6 428	295 472	211 745
Office Equipment	1 304 105	-	146 580	-	-	-	46 380	-	1 304 405	771 756	249 087	33 142	993 711	310 554
Computer Hardware	1 541 004	-	759 556	-	-	-	64 392	-	2 346 158	714 429	370 309	56 686	1 028 052	1 208 116
Other	2 370 523	-	-	-	-	-	-	-	2 370 523	1 588 051	473 955	-	2 162 017	208 505
	32 032 860	1 186 286	7 218 675	-	-	-	464 740	21 724	38 872 268	17 174 827	4 555 066	416 728	21 314 284	18 867 882
Total Property, Plant and Equipment	347 880 478	1 186 286	80 724 338	-	-	-	816 244	21 724	428 844 134	132 141 014	17 186 530	887 067	148 848 487	280 384 647
Investment Property	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Land	26 344 710	-	-	-	-	-	1 481 503	-	25 483 207	-	-	-	-	25 483 207
Buildings	16 484 000	-	-	-	-	-	68 000	-	16 416 000	15 395 504	548 473	64 783	15 879 284	536 705
	43 428 710	-	-	-	-	-	1 629 503	-	41 989 207	16 386 904	648 473	64 783	16 878 284	26 019 913
Intangible Assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Computer Software	197 454	-	370 102	-	-	-	-	-	567 556	116 587	97 250	-	215 877	351 589
	187 464	-	370 102	-	-	-	-	-	587 688	116 587	87 288	-	215 877	351 589
Total	381 686 853.00	1 186 286	81 084 440	-	-	-	2 344 747	21 724	451 510 807	147 865 206	17 841 283	751 840	164 744 868	288 786 248

**APPENDIX C - Unaudited
THEEWATERSKLOOF MUNICIPALITY
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT**

	Cost						Accumulated Depreciation			Carrying Value
	Opening Balance	Residual Value Opening Bal	Additions	Residual Value Additions	Under Construction	Disposals	Residual Value Disposals	Closing Balance	Opening Balance	
Financial Services	1 005 125	3 524	41 842	-	-	14 751	1 024	1 035 715	529 237	245 430
Cemeteries	885 417	4 158	-	-	-	-	-	882 575	311 011	554 584
Library	887 843	-	-	-	-	30 702	-	657 141	505 159	75 376
Human Resources	104 251	-	-	-	-	-	-	104 251	65 674	22 432
Information Technology	12 340	-	234 227	-	-	-	-	236 567	-	258 336
Property Rates	164 812	10 534	-	-	-	-	-	175 346	103 562	58 891
Property Services	31 730 429	4 153	13 844 318	-	-	47 500	2 500	46 578 900	15 407 417	27 680 969
Electricity Distribution	24 625 630	79 237	4 155 734	-	-	21 000	-	29 011 601	9 219 052	19 454 082
Admin. : Operational Services	807 638	-	865 856	-	-	-	-	1 652 494	524 266	991 354
Council's General Expenses	354 211	25 142	-	-	-	-	-	369 353	117 502	212 381
Directorate Corporate Services	4 335 623	21 722	719 952	-	-	41 963	-	5 035 334	1 480 031	2 987 024
Admin Housing and Informal Settle Housing	32 384 991	-	-	-	-	1 120	-	32 386 871	12 084	31 302 208
Admin: Planning and Development	32 858 367	16 096	5 270 118	-	-	375 950	-	37 757 631	20 438 527	15 674 487
Town Planning	3 264	-	-	-	-	-	-	3 264	2 127	642
Civil Protection & Fire Protection	19 534	-	-	-	-	-	-	19 534	1 955	16 528
Public Safety	2 092 578	134 965	358 107	-	-	67 859	5 400	2 512 411	977 274	1 265 782
Traffic Services	84 875 093	484 009	3 584 282	-	-	175 069	10 050	88 758 265	41 414 144	43 835 352
Roads	165 093	-	-	-	-	-	-	165 093	88 866	50 821
Nature reserve	2 065 774	18 911	-	-	-	-	-	2 315 027	1 015 472	1 161 961
Parks and Recreation	1 091 010	-	330 342	-	-	-	-	1 426 352	72 341	1 553 166
Sports Grounds	19 006	-	31 018	-	-	-	-	1 123 028	12 341	955 137
Swimming pool & Camping Site	5 483 967	123 584	1 146 808	-	-	23 750	1 350	6 727 259	3 082 415	2 968 657
Solid Waste	55 652 237	184 688	7 478 602	-	-	14 480	1 500	73 301 587	15 533 746	53 438 955
Sewerage	55 301 357	85 532	22 722 130	-	-	100	-	79 108 919	20 124 238	55 126 402
Water Distribution	-	-	-	-	-	-	-	-	-	-
TOTAL	347 960 480	1 199 296	60 724 336	-	-	815 244	21 724	408 644 133	182 141 912	260 394 649

**APPENDIX C - Unaudited
THEEWATERSKLOOF MUNICIPALITY
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009
GENERAL FINANCE STATISTICS CLASSIFICATION**

	Cost/Revaluation						Accumulated Depreciation			Carrying Value
	Opening Balance	Residual Value Opening Bal	Additions	Residual Value Additions	Under Construction	Disposals	Residual Value Disposals	Closing Balance	Opening Balance	
Executive & Council	5 507 472	46 864	1 585 808	-	-	62 983	-	7 077 180	2 122 189	4 190 958
Budget & Treasury Office	1 008 125	3 524	41 842	-	-	14 751	1 024	1 035 715	829 237	246 429
Corporate Services	32 011 832	14 067	14 128 545	-	-	-	-	46 155 085	16 576 653	28 020 618
Planning & Development	32 861 631	16 086	5 270 118	-	-	376 850	-	37 770 885	20 440 655	16 675 128
Community & Social Services	1 576 280	4 158	-	-	-	30 702	-	1 649 716	817 170	830 861
Housing	32 386 981	-	-	-	-	-	-	32 386 871	12 084	31 302 209
Public Safety	2 112 112	134 865	368 107	-	-	1 120	5 400	2 631 945	979 230	1 262 719
Sport & Recreation	3 339 872	18 911	261 360	-	-	-	-	3 620 143	1 190 154	2 200 296
Waste Management	6 482 887	123 584	1 146 808	-	-	23 750	1 250	6 727 259	3 082 415	2 968 658
Waste Water Management	65 662 237	184 688	7 470 602	-	-	14 480	1 500	73 301 557	16 533 744	53 428 935
Road Transport	84 875 093	484 009	3 584 282	-	-	175 069	10 050	88 758 265	41 414 144	43 835 362
Water	56 301 357	85 532	22 722 130	-	-	100	-	79 108 919	20 124 238	56 126 403
Electricity	24 826 630	79 237	4 155 734	-	-	47 500	2 500	29 011 602	8 219 052	19 454 083
TOTAL	347 960 479	1 196 285	60 724 336	-	-	815 244	21 724	409 044 132	132 141 015	260 394 649

APPENDIX D - Unaudited
THEEWATERSKLOOF MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2009
MUNICIPAL VOTES CLASSIFICATION

2008 Actual Income R	2008 Actual Expenditure R	2008 Surplus/ (Deficit) R		2009 Actual Income R	2009 Actual Expenditure R	2009 Surplus/ (Deficit) R
29 101 600	(20 588 481)	8 513 119	Financial Services	40 115 443	(24 497 358)	15 618 085
189 119	(452 885)	(263 766)	Cemeteries	268 818	(579 756)	(310 938)
3 383 052	(6 813 754)	(3 430 702)	Library	3 850 456	(9 724 276)	(5 873 820)
59 900	(2 350 381)	(2 290 481)	Human Resources	294 346	(3 545 457)	(3 251 111)
-	(1 155 358)	(1 155 358)	Information Technology	-	(1 799 404)	(1 799 404)
-	(169 050)	(169 050)	Internal Audit	-	(270 373)	(270 373)
30 645 227	(237)	30 644 990	Property Rates	34 436 472	-	34 436 472
1 720 038	(4 047 566)	(2 327 528)	Property Services	1 565 682	(6 110 498)	(4 544 816)
62 772 371	(753 884)	62 018 487	Subsidies and Grants	24 484 408	-	24 484 408
27 344 062	(19 719 692)	7 624 370	Electricity Distribution	32 740 253	(28 154 308)	4 585 945
461 392	(7 452 466)	(6 991 074)	Admin. : Operational Services	1 000	(9 059 589)	(9 058 589)
1 039 023	(11 052 329)	(10 013 306)	Council's General Expences	974 031	(9 064 307)	(8 090 276)
1 121 490	(13 019 320)	(11 897 830)	Directorate Corporate Services	970 298	(18 469 139)	(17 498 841)
13 646	(3 318 603)	(3 304 957)	Admin Housing and Informal Settlements	60 363	(3 713 497)	(3 653 134)
-	(1 136 325)	(1 136 325)	Admin: Planning and Development	-	(1 445 170)	(1 445 170)
-	(450 899)	(450 899)	Building Control	923 300	(685 419)	237 881
449 357	(1 512 764)	(1 063 407)	IDP / LED	-	(3 335 438)	(3 335 438)
-	(114 969)	(114 969)	Property Management	3 400 846	(627 372)	2 773 474
2 370 969	(2 031 662)	339 307	Town Planning	2 596 868	(3 046 769)	(449 901)
-	(395 509)	(395 509)	Civil Protection & Fire Protection	-	(430 913)	(430 913)
-	(733 026)	(733 026)	Law Enforcement	538	(961 708)	(961 170)
11 303	(52 077)	(40 774)	Other	7 018	(164 659)	(157 641)
5 938 799	(7 514 429)	(1 575 630)	Traffic Services	5 212 956	(8 197 525)	(2 984 569)
4 060 093	(3 105 841)	954 252	Vehicle Licensing and Testing	4 020 422	(3 139 019)	881 403
908 794	(922 567)	(13 773)	Proclaimed Main Roads	1 452 722	(1 514 390)	(61 668)
-	(11 841 647)	(11 841 647)	Roads	-	(17 533 485)	(17 533 485)
-	-	-	Mechanical Workshop	-	(184 830)	(184 830)
442	(944 733)	(944 291)	Nature reserve	22	(1 277 389)	(1 277 367)
-	(3 644 724)	(3 644 724)	Parks and Recreation	-	(5 090 165)	(5 090 165)
10 380	(754 941)	(744 561)	Sports Grounds	41 838	(1 314 772)	(1 272 934)
136 701	(475 439)	(338 738)	Swimming pool & Camping Site	157 098	(459 961)	(302 863)
-	-	-	Pollution Control	-	(46 217)	(46 217)
15 234 955	(13 707 441)	1 527 514	Solid Waste	16 542 891	(19 129 876)	(2 586 985)
11 056 526	(5 277 992)	5 778 534	Sewerage	14 094 545	(12 975 099)	1 119 446
-	(3 352 086)	(3 352 086)	Sewerage Purification	-	(3 849 918)	(3 849 918)
770 504	(1 995 897)	(1 225 393)	Sewerage Tanker Services	402 050	(2 098 018)	(1 695 968)
21 545 811	(33 539 170)	(11 993 359)	Water Distribution	30 164 095	(28 747 461)	1 416 634
220 345 554	(184 398 144)	35 947 410	Sub Total	218 778 779	(231 243 535)	(12 464 756)
-	(18 661 161)	18 661 161	Less Inter-Departmental Charges	-	22 587 000	22 587 000
220 345 554	(203 059 305)	54 608 571	Total	218 778 779	(208 656 535)	10 122 244

APPENDIX D - Unaudited
THEEWATERSKLOOF MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2009
GENERAL FINANCE STATISTIC CLASSIFICATIONS

2008 Actual Income R	2008 Actual Expenditure R	2008 Surplus/ (Deficit) R		2009 Actual Income R	2009 Actual Expenditure R	2009 Surplus/ (Deficit) R
2 621 905	(31 524 115)	(28 902 210)	Executive & Council	1 945 329	(36 593 035)	(34 647 706)
29 101 600	(20 588 481)	8 513 119	Budget & Treasury	40 115 443	(24 497 358)	15 618 085
95 197 536	(8 476 476)	86 721 060	Corporate Services	60 780 908	(11 725 732)	49 055 176
2 820 326	(5 246 619)	(2 426 293)	Planning & Development	6 921 014	(9 140 168)	(2 219 154)
3 572 171	(7 266 639)	(3 694 468)	Community & Social Services	4 119 274	(10 304 032)	(6 184 758)
13 646	(3 318 603)	(3 304 957)	Housing	60 363	(3 713 497)	(3 653 134)
10 010 195	(11 800 882)	(1 790 687)	Public Safety	9 240 934	(12 893 824)	(3 652 890)
147 523	(5 819 837)	(5 672 314)	Sport & Recreation	198 958	(8 142 287)	(7 943 329)
-	-	-	Environmental Protection	-	(46 217)	(46 217)
15 234 955	(13 707 441)	1 527 514	Waste Management	16 542 891	(19 129 876)	(2 586 985)
11 827 030	(10 625 975)	1 201 055	Waste Water Management	14 496 595	(18 923 035)	(4 426 440)
908 794	(12 764 214)	(11 855 420)	Road Transport	1 452 722	(19 232 705)	(17 779 983)
21 545 811	(33 539 170)	(11 993 359)	Water	30 164 095	(28 747 461)	1 416 634
27 344 062	(19 719 692)	7 624 370	Electricity	32 740 253	(28 154 308)	4 585 945
220 345 554	(184 398 144)	35 947 410	Sub Total	218 778 779	(231 243 535)	(12 464 756)
-	(18 661 161)	18 661 161	Less Inter-Departmental Charges	-	22 587 000	22 587 000
220 345 554	(203 059 305)	54 608 571	Total	218 778 779	(208 656 535)	10 122 244

APPENDIX E(1) - Unaudited
THEEWATERSKLOOF MUNICIPALITY
REVENUE AND EXPENDITURE
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
MUNICIPAL VOTES CLASSIFICATION

	2009 Actual (R)	2009 Budget (R)	2009 Variance (R)	2009 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
REVENUE					
Property Rates	34 400 291	35 798 856	(1 398 565)	-3.91%	
Government Grants and Subsidies	59 558 295	82 112 473	(22 554 178)	-27.47%	Budgeted for income and not expense on Grants
Fines	5 152 178	4 515 000	637 178	14.11%	
Service Charges	93 139 095	89 913 000	3 226 095	3.59%	
Rental of Facilities and Equipment	1 459 512	1 416 000	43 512	3.07%	
Interest Earned - External Investments	3 714 520	2 800 000	914 520	32.66%	
Interest Earned - Outstanding Debtors	8 104 824	8 500 000	(395 176)	-4.65%	
Licences and Permits	2 406 924	2 226 000	180 924	8.13%	
Agency Services	1 414 519	1 650 000	(235 481)	-14.25%	Decrease in motorregistration transactions
Other Revenue	5 819 053	2 745 000	3 074 053	111.99%	
Unamortised Discount - Interest	3 190	-	3 190	0.00%	
Gains on Disposal of PPE	3 606 078	4 240 000	(633 922)	-14.95%	
Total Revenue	218 778 779	235 916 329	(17 137 550)	1	
EXPENDITURE					
Financial Services	(24 497 358)	(25 938 700)	1 439 342	-5.55%	
Cemeteries	(579 756)	(685 700)	105 944	-15.45%	
Library	(9 724 276)	(7 562 000)	(2 162 276)	28.59%	
Human Resources	(3 545 457)	(3 088 000)	(457 457)	14.81%	Not budgeted for WCA
Information Technology	(1 799 404)	(1 782 500)	(16 904)	0.95%	
Internal Audit	(270 373)	(414 000)	143 627	-34.69%	
Property Services	(6 110 498)	(5 400 300)	(710 198)	13.15%	
Subsidies and Grants	-	(40 162 613)	40 162 613	-100.00%	
Electricity Distribution	(28 154 308)	(28 135 400)	(18 908)	0.07%	
Admin. : Operational Services	(9 059 589)	(5 791 000)	(3 268 589)	56.44%	
Council's General Expenses	(9 064 307)	(8 507 000)	(557 307)	6.55%	
Directorate Corporate Services	(18 469 139)	(15 498 086)	(2 971 053)	19.17%	Savings on salaries, valuation costs ect
Admin Housing and Informal Settlements	(3 713 497)	(2 579 000)	(1 134 497)	43.99%	Depreciation allocation
Admin: Planning and Development	(1 445 170)	(1 387 000)	(78 170)	5.72%	
Building Control	(685 419)	(718 000)	30 581	-4.27%	
IDP / LED	(3 335 438)	(3 256 000)	(79 438)	2.44%	
Property Management	(627 372)	(630 656)	3 284	-0.52%	
Town Planning	(3 046 789)	(2 995 000)	(51 789)	1.73%	
Civil Protection & Fire Protection	(430 913)	(542 000)	111 087	-20.50%	
Law Enforcement	(961 708)	(1 049 000)	87 292	-8.32%	
Other	(164 659)	(201 067)	36 408	-18.11%	
Traffic Services	(8 197 525)	(9 608 000)	1 408 475	-14.66%	
Vehicle Licensing and Testing	(3 139 019)	(3 294 000)	154 981	-4.70%	
Proclaimed Main Roads	(1 514 390)	(1 816 000)	301 610	-16.61%	
Roads	(17 533 485)	(15 371 600)	(2 161 885)	14.06%	
Mechanical Workshop	(184 830)	(216 000)	31 170	-14.43%	
Nature reserve	(1 277 389)	(1 348 000)	68 611	-5.10%	
Parks and Recreation	(5 090 185)	(5 294 400)	204 235	-3.86%	
Sports Grounds	(1 314 772)	(1 225 200)	(89 572)	7.31%	
Swimming pool & Camping Site	(459 961)	(481 000)	21 039	-4.37%	
Pollution Control	(46 217)	(92 000)	45 783	-49.76%	
Solid Waste	(19 129 876)	(16 357 806)	(2 772 070)	16.95%	
Sewerage	(12 975 099)	(7 608 640)	(5 366 459)	70.56%	
Sewerage Purification	(3 849 918)	(4 187 160)	337 242	-8.05%	
Sewerage Tanker Services	(2 098 018)	(2 236 000)	137 982	-6.17%	
Water Distribution	(28 747 461)	(27 532 500)	(1 214 961)	4.41%	
Less Inter-Departmental Charges	22 587 000	22 587 000	-	0.00%	
Total Expenditure	(208 656 535)	(230 374 328)	21 717 793	(0)	
SURPLUS / (DEFICIT) FOR THE YEAR	10 122 244	5 542 001	4 580 243	1	

**APPENDIX E(1) - Unaudited
THEEWATERSKLOOF MUNICIPALITY
REVENUE AND EXPENDITURE
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
GENERAL FINANCE STATISTIC CLASSIFICATIONS**

	2009 Actual (R)	2009 Budget (R)	2009 Variance (R)	2009 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
REVENUE					
Property Rates	34 400 291	35 798 856	(1 398 565)	-3.91%	
Government Grants and Subsidies	59 558 295	82 112 473	(22 554 178)	-27.47%	Budgeted for income and not expense on Grants
Fines	5 152 178	4 515 000	637 178	14.11%	
Service Charges	93 139 095	89 913 000	3 226 095	3.59%	
Rental of Facilities and Equipment	1 459 512	1 416 000	43 512	3.07%	
Interest Earned - External Investments	3 714 520	2 800 000	914 520	32.66%	
Interest Earned - Outstanding Debtors	8 104 824	8 500 000	(395 176)	-4.65%	
Licences and Permits	2 406 924	2 226 000	180 924	8.13%	
Agency Services	1 414 819	1 650 000	(235 181)	-14.25%	Decrease in motorregistration transactions
Other Revenue	5 819 053	2 745 000	3 074 053	111.99%	
Unamortised Discount - Interest	3 190	-	3 190	0.00%	
Gains on Disposal of PPE	3 606 078	4 240 000	(633 922)	-14.95%	
Total Revenue	218 778 779	235 916 329	(17 137 550)	1	
EXPENDITURE					
Executive & Council	(36 593 035)	(29 796 086)	(6 796 949)	22.81%	Depreciation allocated of sub departments
Budget & Treasury	(24 497 358)	(25 936 700)	1 439 342	-5.55%	
Corporate Services	(11 725 732)	(50 847 413)	39 121 681	-76.94%	
Planning & Development	(9 140 168)	(8 964 656)	(175 512)	1.96%	
Community & Social Services	(10 304 032)	(8 247 700)	(2 056 332)	24.93%	
Housing	(3 713 497)	(2 579 000)	(1 134 497)	43.99%	Depreciation allocation
Public Safety	(12 893 824)	(14 692 067)	1 798 243	-12.24%	
Sport & Recreation	(8 142 287)	(8 346 600)	204 313	-2.45%	
Environmental Protection	(46 217)	(92 000)	45 783	-49.76%	
Waste Management	(19 129 876)	(16 357 806)	(2 772 070)	16.95%	
Waste Water Management	(18 923 035)	(14 029 800)	(4 893 235)	34.88%	
Road Transport	(19 232 705)	(17 403 600)	(1 829 105)	10.51%	
Water	(28 747 461)	(27 532 500)	(1 214 961)	4.41%	
Electricity	(28 154 308)	(28 135 400)	(18 908)	0.07%	
Less: Interdepartmental Charges	22 587 000	22 587 000	-	0.00%	
Total Expenditure	(208 656 335)	(230 374 328)	21 717 993	0	
SURPLUS / (DEFICIT) FOR THE YEAR	10 122 244	5 542 001	4 580 243	1	

**APPENDIX E (2) - Unaudited
THEEWATERSKLOOF MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS
MUNICIPAL VOTES CLASSIFICATION**

	2009 Actual	2009 Under Construction	2009 Total Additions	2009 Budget	2009 Variance	2009 Variance %	Explanation of Significant Variances greater than 5% versus Budget
Financial Services	41 842	-	41 842	45 000	(3 158)	-7.02%	
Information Technology	284 227	-	284 227	654 552	(370 325)	-56.58%	
Property Services	13 844 318	-	13 844 318	23 174 240	(9 329 922)	-40.26%	Housing Budget - Planning problems
Electricity Distribution	4 155 734	-	4 155 734	4 244 906	(89 172)	-2.10%	Load Control System not fully implemented
Admin. : Operational Services	865 856	-	865 856	620 400	245 456	39.56%	Incorrect allocation of capital items
Directorate Corporate Services	719 952	-	719 952	719 076	876	0.12%	
Admin: Planning and Development	5 270 118	-	5 270 118	5 281 412	(11 294)	-0.21%	
Traffic Services	358 107	-	358 107	336 200	21 907	6.52%	
Roads	3 584 282	-	3 584 282	3 866 330	(282 048)	-7.29%	Budget not spent
Parks and Recreation	230 342	-	230 342	231 000	(658)	-0.28%	
Sports Grounds	31 018	-	31 018	53 274	(22 256)	-41.78%	
Solid Waste	1 145 808	-	1 145 808	1 146 000	(192)	-0.02%	
Sewerage	7 470 602	-	7 470 602	13 265 397	(5 794 795)	-43.68%	Planning problems Sewer Link Greyton
Water Distribution	22 722 130	-	22 722 130	32 420 948	(9 698 818)	-29.92%	MIG Funding late received - March 2009
Total	60 724 336	-	60 724 336	86 058 735	(25 334 399)	-29.44%	

**APPENDIX E (2) - Unaudited
THEEWATERSKLOOF MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS
GENERAL FINANCE STATISTIC CLASSIFICATIONS**

	2009 Actual	2009 Under Construction	2009 Total Additions	2009 Budget	2009 Variance	2009 Variance %	Explanation of Significant Variances greater than 5% versus Budget
Executive & Council	1 585 808	-	1 585 808	1 339 476	246 332	18.39%	Incorrect allocation of capital items
Budget & Treasury	41 842	-	41 842	45 000	(3 158)	-7.02%	
Corporate Services	14 128 545	-	14 128 545	23 828 792	(9 700 247)	-40.71%	Housing Budget - Planning problems
Planning & Development	5 270 118	-	5 270 118	5 281 412	(11 294)	-0.21%	
Public Safety	358 107	-	358 107	336 200	21 907	6.52%	
Sport & Recreation	261 360	-	261 360	284 274	(22 914)	-8.06%	
Waste Management	1 145 808	-	1 145 808	1 146 000	(192)	-0.02%	
Waste Water Management	7 470 602	-	7 470 602	13 265 397	(5 794 795)	-43.68%	Planning problems Sewer Link Greyton
Road Transport	3 584 282	-	3 584 282	3 866 330	(282 048)	-7.29%	Budget not spent
Water	22 722 130	-	22 722 130	32 420 948	(9 698 818)	-29.92%	MIG Funding late received - March 2009
Electricity	4 155 734	-	4 155 734	4 244 906	(89 172)	-2.10%	Load Control System not fully implemented
Total	60 724 336	-	60 724 336	86 058 735	(25 334 399)	-29.44%	

APPENDIX F - Unaudited
THEEWATERSKLOOF MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Grant Description	Balance 1 JULY 2008	Contributions during the year	Interest on Investments	Other Income	Operating Expenditure during the year Transferred to Revenue	Capital Expenditure during the year Transferred to Revenue	Balance 30 JUNE 2009
	R	R	R	R	R	R	R
UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS							
MUNICIPAL INFRASTRUCTURE GRANT	-	18 933 095	-	-	-	11 847 701	7 085 394
ROR	545 495	350 000	-	-	852 942	-	42 553
MSIG FUNDS	228 919	735 000	-	-	963 919	-	-
CDW's	322 977	240 000	-	-	29 031	-	533 946
FINANCIAL MANAGEMENT GRANT	386 902	500 000	-	-	588 958	-	297 944
GIS	117 553	97 305	-	-	-	183 616	31 242
LGSETA	56 030	-	-	-	56 030	-	-
PROJECT PREPARATION GRANT	69 400	-	-	-	-	-	69 400
MASIBAMBANI DWAF	78 398	-	-	-	78 398	-	-
CULEMBORG PLAY PARKS	12 852	-	-	-	12 852	-	-
TOILETS GRABOUW	21 076	-	-	-	21 076	-	-
NASIONAL ELECTRIFICATION PROGRAMME	309 906	-	-	-	-	309 906	-
HOUSING	1 220 940	11 421 035	-	-	-	12 636 707	5 268
GENADENDAL WATER UPGRADE	8 615	-	-	-	5 335	-	3 280
DENNEKRUIN TOWN ESTABLISHMEN	49 968	-	-	-	-	32 171	17 797
SPORTFIELDS VILLIERSDORP	40 422	-	-	-	-	18 166	22 256
MULTI-PURPOSE BUS	257 444	-	-	-	-	-	257 444
BOTRIVIER DEVELOPMENT POLICY	-	194 158	-	-	132 469	-	61 689
MAIN ROAD SUBSIDY	-	1 452 722	-	-	1 452 722	-	-
SUBSIDY: LIBRARY	-	520 469	-	-	520 469	-	-
PAWK	-	3 261 967	-	-	3 261 967	-	-
Total	3 726 897	37 705 751	-	-	7 942 240	25 062 195	8 428 213
UNPAID CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS							
Disaster Fund (MIG)	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total Receipts	3 726 897	37 705 751	-	-	7 942 240	25 062 195	8 428 213

APPENDIX F - Unaudited
THEEWATERSKLOOF MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Suspense: MIG Funds (620,880)

National Government

Purpose:

- To supplement capital finance for basic municipal infrastructure for poor households, micro enterprises and social institutions
- To provide for new municipal infrastructure and rehabilitation and upgrading of existing ones
- To eradicate the bucket sanitation system mainly in urban townships

Suspense: ROR (300,000)

Department of Environmental Affairs and Development Planning

Purpose:

- To provide financial support to municipalities for projects/studies necessary for alignment of municipal Spatial Development Frameworks (SDF's) with the Western Cape Provincial Spatial Development Framework (WCPSPDF) and other related spatial planning projects.

Suspense: MSIG Funds (604,110)

National Government

Purpose:

- To assist municipalities in building in-house capacity to perform their functions and stabilize institutional and governance systems as required in the Local Government Municipal Systems Act,

Suspense: CDW's (180,000)

Local Government and Housing

Purpose

- To provide financial assistance To municipalities To cover the operational costs pertaining To the functions of the community development workers including the regional coordinators.

Suspense: Financial Management Grant (508,241)

National Treasury

- Purpose To promote and support reforms in financial management by building the capacity in municipalities to implement the Municipal Finance Management Act (MFMA)

APPENDIX F - Unaudited
THEEWATERSKLOOF MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Suspense: GIS (399,407)

Development Bank of South Africa

Purpose: To implement a GIS system

Suspense: LGSETA (113,253)

- For training and Skills development

Suspense: Botrivier Library (1,959)

- Cultural Affairs and Sport

Purpose The establishment of new or upgrading of public library facilities.

Suspense: Project Preparation Grant (62,500)

Local Government and Housing

Purpose:

To assist municipalities with investigations into problems with basic municipal services, evaluation of alternative solutions and making specific project proposals.

Suspense: Masibambani DWAF (71,259)

National Department of Water Affairs

For the implementation of a water management system

Suspense: Financial Reform ODM (17,740)

Overberg District Municipality

- Purpose To promote and support reforms in financial management by building the capacity in municipalities to implement the Municipal Finance Management Act (MFMA)

APPENDIX F - Unaudited
THEEWATERSKLOOF MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Suspense: Culemborg Play Parks (12,852)

Department of Transport

Purpose: To provide for accelerated planning, establishment, construction and improvement of new and existing public transport and non-motorised transport infrastructure and systems

Suspense: Toilets Grabouw (160,000)

To finance the requirements of a programme to provide sanitation to a group of households in Grabouw.

Suspense: Nasional Electrification Programme (1,057,192)

Department of Mineral and energy

- To implement the Programme (INEP) by providing capital subsidies to municipalities to address the electrification backlog of permanently occupied residential dwellings, the installation of bulk infrastructure and rehabilitation and refurbishment of electricity infrastructure in order to improve quality of supply

Suspense: Housing (487,731)

Local Government and Housing

Purpose:

- To finance the funding requirements of national housing programmes (excluding recurrent costs recoverable from assets falling under the pre-1994 stock).

- To facilitate the establishment and maintenance of integrated and sustainable human settlements To ensure economically viable and socially equitable communities in areas with ecological integrity promoting convenient and safe access To economic opportunities, health, educational and social amenities.

Suspense: Genadendal Water Upgrade (138,480)

National Department of Water Affairs

To upgrade the water supply to Genadendal

Suspense: Dennekruin Town Establishment (49,968)

National Department of Land Affairs

For the town establishment of Dennekruin

APPENDIX F - Unaudited
THEEWATERSKLOOF MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Suspense: Sportsfields Villiersdorp (1.000.000)

Cultural Affairs and Sport (Vote 13)

Purpose: Provision of Sport and Recreation facilities in especially previously disadvantaged communities.

Suspense: Multi-purpose Bus (500.000)

Overberg District Municipality

To buy a vehicle in order to render services to the farming community

Suspense: Botrivier Development Policy

Development Bank of South Africa

Purpose: To assist in the compilation of a development policy.

RATES & SERVICES DEBTORS STATISTICS

Debt Type	0-30 Days (R'000)	30-60 Days (R'000)	60-90 Days (R'000)	Over 90 Days (R'000)	Total (R'000)	%
Water	2,121	768	0	18,851	21,741	25.44
Electricity	2291	452	0	1,330	4,072	4.76
Property Rates	-530	1,961	0	19,244	20,674	24.19
Other	1,715	1,116	2	36,146	38,980	45.61
Total	5,596	4,298	2	75,571	85,467	100.0
Percentage	6.55	5.03	0	88.42	100.0	
Debtors	0-30 Days (R'000)	30-60 Days (R'000)	60-90 Days (R'000)	Over 90 Days (R'000)	Total (R'000)	%
Government	-260	71	0	3,940	3,750	4.39
Business	1,825	799	0	6,960	9,583	11.21
Households	3,657	3,174	2	60,624	67,458	78.93
Other	375	254	0	4,047	4,676	5.47
Total	5,596	4,298	2	75,571	85,467	100.0
Percentage	6.55	5.03	0	88.42	100.0	

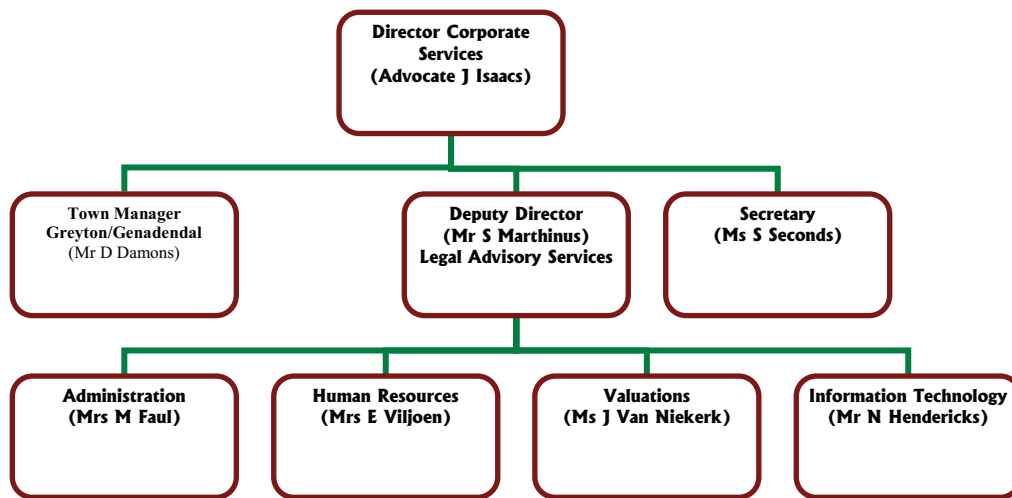
CHAPTER 5

FUNCTIONAL SERVICE DELIVERY REPORTING

This chapter of the Annual Report will focus on the functional area of the respective departments within the municipal entity. It includes an overview, description and detailed analysis of each function.

The functional areas of each department will be addressed under the relevant directorates as indicated in the Organizational Structure under Chapter 3.

DIRECTORATE CORPORATE SERVICES



Council

EXECUTIVE MAYORAL COMMITTEE

Theewaterskloof Municipality has an Executive Mayoral Committee (Mayco). The Mayco remains the final makers of strategic and policy frameworks within which the Port Folio Committees, Ward Committees and the respective components of the Administration have to operate. The Mayor heads up such a structure.

PORT FOLIO COMMITTEES

The Port Folio Committees are in effect in the main and in an advisory capacity responsible for the Corporate Management related decisions i.e. in respect of a specific port folio and which in our instance are Finance, Corporate, Development, Technical and Operations. Such Committees need to ensure that suitable strategies, policies, working procedures, service standards, parameters etc are in place in terms of which a particular support service, resource of the Council or service of the Council is performed, managed and administered. The framework in terms of which the Ward Committees and the Town Managers need to act is determined at such a level. Such a committee also corporately monitors compliance with such corporate requirements and monitor performance of the organization in terms of the strategies and standards set by it.

WARD COMMITTEES

Such a committee is in the main a service delivery management mechanism. Such a body guides the Town Manager in terms of local service delivery needs, priorities, standards and also acts as the representative monitoring body through which the local community can monitor service delivery implementation, progress and general performance. The successful functioning of the Town Management model is to a large extent reliant on the successful functioning of the Ward Committee system. As a result one of the first transformational interventions we did was to re assess the successful functioning of such committees. They were eventually all abolished and the process of reconstituting, electing and training of such committees was repeated.

COUNCILLOR PROFILE

The table below is an indication of councillor's areas of responsibility, their level of attendance to Council, Mayco and portfolio meetings which can be used to analyse their seriousness in approaching their Governance responsibilities.

Councillor	Party	Capacity	Ward/PR	Town	Meetings Attended		
					Council	Mayco	Portfolio
Alderman C Punt	DA	Executive Mayor	Exco	TWK	14	14	
P U Stanfliet	ID	Deputy Mayor	Exco	TWK	10	06	05
C Vosloo	DA	Speaker	Ward	Villiersdorp	14	-	-
M Tshaka	DA	Chairperson Development Portfolio	Exco	TWK	11	06	08
C T J Simmers		Chairperson Finance Portfolio	Exco	TWK	14	10	06
S J Vashu	DA	Chairperson Corporate Portfolio	Exco	TWK	13	09	07
P Adams	DA	Member of Operational Portfolio	PR	Riviersonderend	11	-	05
D Appels	ANC	Member of Operational Portfolio	Ward	Riviersonderend	05	-	02
A M Arendse	DA	Member of Corporate Portfolio	PR	Genadendal/ Greyton	13	-	07
M Damon	ANC	Member of Development Portfolio	Ward	Grabouw	09	-	01
L de Bruyn	DA	Member of Finance Portfolio	Ward	Caledon	13	03	05
C Edson	ID	Member of Operations Portfolio	PR	Caledon	06	-	01
A Hattingh	DA	Member of Corporate e Portfolio	Ward	Grabouw	14	-	05
P H Makaza	ANC	Member of Operational Portfolio	Ward	Grabouw	12	-	02
V C Mazenbe	ANC	Member of Corporate e Portfolio	Ward	Villiersdorp	12	-	02
V E Mentile	ANC	Member of Operational Portfolio	PR	Grabouw	08	-	02
B Mkhwibiso	ANC	Member of Development Portfolio	Ward	Botriver	5	-	02
C November	ANC	Member of Corporate Portfolio	Ward	Grabouw	11	-	03
F Boozen	ANC	Member of Corporate Portfolio	PR	Grabouw	04	-	04
J Swarts	ANC	Member of Operations Portfolio	Ward	Grabouw	06	-	02
A van Brakel	DA	Member of Finance Portfolio	Ward	Caledon	10	-	06
D Veary	ANC	Member of Finance Portfolio	PR	Genadendal/ Greyton	01	-	0
C Woods	DA	Member of Development Portfolio	Ward	Genadendal/ Greyton	12	-	06

Bi Elections

In November 2008 three councillors from the opposition party resigned and crossed over to the newly established COPE party. As a result in December 2008 bi-elections took place within Wards 1, 7 and 9. A 4th ANC (PR Councillor) resigned in July 2008.

The change in seats is as follows:

Resignations	Party	Ward	Newly Elected	
D Appel	ANC	1	K Tiemie	DA
B Mkhwibiso	ANC	7	J Pheiffer	ID
J Swarts	ANC	9	S Fredericks	DA
F Booysen	ANC	PR Councillor	D Ruiters	PR Councillor ANC

Replacement of PR Councilors:

Two PR councilors, namely Councilor C Edson and Counselor D Vearey passed away in December 2008 and January 2009 respectively. These two vacant seats were then filled by councilors M Baird and M Appel.

Analysis of the Function:

Councillor detail:	
Total number of Councillors	23
Number of Councillors on Executive Committee	5
Ward detail:	
Total number of Wards	12
Number of Ward Meetings	72
Number and type of Council and Committee meetings:	
Council Meetings:	7
Special Council Meetings:	11
EMC Meetings	8
Special EMC Meetings	6
Special EMC Meetings & Development	1
Committee Meetings	
Corporate Services	7
Development Services	8
Technical Services	7
Financial Services	8

LEGAL ADVISORY

Description of Function

Both the Director and deputy Director Corporate Services are the Legal Officers for the organisation and provide legal support to all Directorates.

The Municipality's Mandate

The legal officers must advise the council and must take the relevant steps to ensure that the municipality complies with all legislation.

The strategic objectives of this function are to:

- Advise council on Compliance with legislation.
- Advise on Contracts.
- Advise on legal matters

These include the development of by-laws in conjunction with the various departments, compliance with legislation, and policy and access to updated legislation.

ADMINISTRATION

Description of Function

The Administrative section continuously strives to:

- Give administrative support to the Council and its political structures.
- Corporate support for other Directorates and Town offices.
- Provision of secretariat services to all directorates..
- The management of the municipality's incoming and outgoing mail including the distribution and dispatch of correspondence to and from the public.
- The management of access to records.
- The management of Security and Cleaning Services.
- The management of the Switchboard.

The strategic objectives of this function are to:

- Improve administrative systems and internal procedures.
- Fast tract the implementation of political decisions through communication between council and the various departments regarding the implementation of decisions.
- To improve internal communication between council and officials.

INFORMATION TECHNOLOGY

Description of Function

The Information Technology department serves as support function for the whole of the organisation.

The strategic objectives of this function are:

- Maintaining the IT and communication Infrastructure.
- Facilitate the integration of information systems.
- Establishing and maintaining proper backup procedures and systems.
- Ensuring information security.

The vision of the ICT division of Theewaterskloof Municipality for 2008 was to stabilize our infrastructure and implement strategies that improve service delivery and financial viability.

HUMAN RESOURCES

Overview:

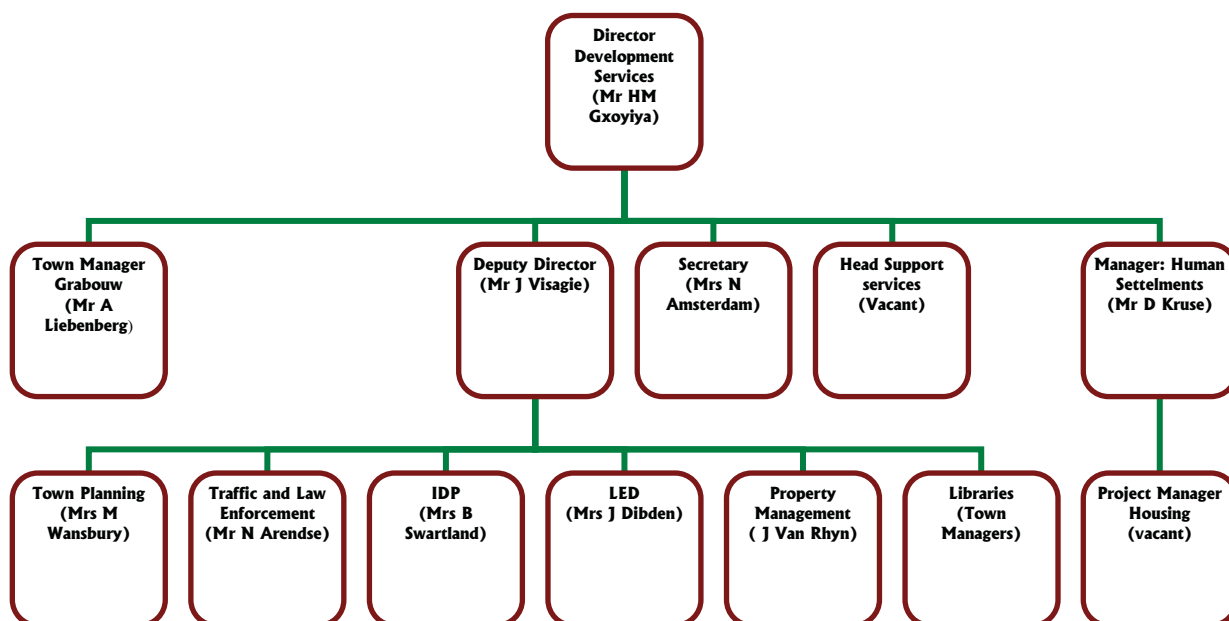
The Human resource department also provides a support function to all directorates, towns, staff and political executive leadership within the municipality.

The strategic objectives of this function are to:

The overall objective of this unit is to transform the organisation into an effective developmental organisation. The strategic objects are:

- Ensuring a skilled workforce through training and selection.
- Ensuring sound HR administration.
- Ensuring an informed labour force by practicing sound labour relations.
- Ensuring a sound organisational structure.

DIRECTORATE DEVELOPMENT



As illustrated in the organogram above, the following functions cascade under the Directorate Development Services:

- Integrated Development Planning
- Local Economic Development
- Housing/Human Settlements
- Town Planning
- Building Control
- Property Management
- Traffic and Law Enforcement
- Sport and Recreation

INTEGRATED DEVELOPMENT PLANNING

Description of Function

This department provides a unique support service to all departments, community and council. It is responsible for the coordination and management of the public participation process, Organisational Performance Management, Annual Reporting, Service Delivery and Budget Implementation Plan, and Social Development.

The Municipality's Mandate

The Theewaterskloof Municipality is mandated to annually review the IDP for the organisation, through a comprehensive assessment and planning process.

This department is also responsible for the annual performance reports which must be made available to both governmental institutions as well as the public.

2008/2009 Strategic Focus

Vision

Positioning and Transforming the Theewaterskloof Municipality to a Competitive Developmental Local Authority

Purpose and vision for the Theewaterskloof municipality as a competitive developmental local authority

Three core visions were developed and are listed in the following order:

- i. A sustained financially viable Municipality with a budget strategy that results in optimum longer term return and that supports and secures the longer term infrastructure development and maintenance that are required for economic and social development viability and sustainability.*
- ii. A creative facilitator, regulator and marketer that creates and maintains a conducive, investor and developer friendly environment and brand and within which the private sector can make a direct contribution towards job creation, poverty elevation and social upliftment of the whole Theewaterskloof area that benefits all of its peoples.*
- iii. A local authority that through appropriate and meaningful public participation structures and processes fully and correctly understands and interprets as well as manages the developmental needs, aspirations and expectations of its stakeholders and beneficiaries.*

LOCAL ECONOMIC DEVELOPMENT (LED) AND TOURISM.

Overview

The Theewaterskloof Municipality is the largest local authority in the Overberg District, embracing the City of Cape Town on its western boundary and sharing the eastern coastline with the Overstrand Municipality. It is the most populous municipality in the Overberg District (44% of the total district population). Its economic activity, as measured by Gross Regional Product, accounts for 41% of the broader District economy.

Caledon is the District government service centre, being home to the district/ regional offices of the Department of Social Development, the Department of Education and the Department of Home Affairs. There is also talk of the Department of Health moving its regional centre to Caledon.

Beyond the District, the local economy is a small player connected into the larger economy of the Cape Town functional region. The functional region includes the City of Cape Town, Swartland, Saldanha, Drakenstein, Stellenbosch, Overstrand and Theewaterskloof. It accounts for 1.1% of the GDP of this broader area.

Workers commute into Cape Town, Somerset West, Bellville, Stellenbosch and the Overstrand for work. Most managers in the area reside in either Somerset West or Overstrand and commute into Theewaterskloof. Many of the farmers in the area send their children to school in Paarl, Somerset West or Stellenbosch. Retail centres are Worcester, Paarl or Somerset West. The main destination of the fruit from the area is Cape Town harbour. Grain goes to either Caledon or one of the mills in Swartland and then on to Johannesburg. The beverage sector produce is either trucked up to Johannesburg or exported via Cape Town harbour.

The availability of job opportunities during the picking and pruning seasons on the farms has attracted migrant workers from the Eastern Cape. Consequently many of the Black African people living in the area have strong links back to the Eastern Cape.

There is a small in-migration of retirees into Theewaterskloof. Many of these are young retirees making a lifestyle choice. They have links into Cape Town and other parts of South Africa.

Description of the Activity:

The function of economic planning / development within the municipality is administered as follows and includes:

The Municipality has defined its role as an enabler, facilitator and regulator of economic development.

In order for local government to play its role successfully, individual and institutional capacity within local government structures must be strengthened. This needs to include capacity to drive a program, lobby Directorates to play their role, administrative capacity to ensure the right systems are in place and capacity to mobilise the support of external agencies.

The Municipality will focus on:

- **Strategic leadership and a clear vision**

The failure of the local Municipality to have a clear vision and strategy for the area, supported by clear policy and planning frameworks, has contributed to the sluggish economic performance of Theewaterskloof to date. Facilitating the development of a multi-stakeholder vision that is spatially located and rooted in the sectors is, therefore, the first priority.

- **Bulk infrastructure provision**

The second priority is provision of bulk infrastructure in the growth nodes identified. This will unlock private sector investment in these areas.

- **Information and knowledge management**

The Municipality lacks critical information pertaining to the local economy, land use management, bulk infrastructure capacity and backlogs, all of which should underpin a growth and development strategy for the region. This has meant that the Municipality is unable to strategically guide investment within the region. The third priority, therefore, focuses on gathering and analysis of data to better inform planning. This information will be useful for both public and private sector planning.

- **Marketing**

Theewaterskloof does not have a coordinated marketing strategy. The Municipality needs to drive the development of a brand. In addition, it has a role to play coordinating actors to develop a joint marketing plan.

- **Project facilitation capacity**

The fifth priority for the Municipality is developing the facilitation capacity to work with investors and facilitating projects in the area. This could include unlocking land, bulk infrastructure constraints, fast-tracking planning approvals and leveraging funding. Projects identified for support would need to be aligned with the vision and strategic focus areas.

Addressing these shortcomings would significantly enhance the Municipality's role in supporting and enabling economic development within the locality.

The strategic objectives of this function are to:

- Create an enabling environment
- Increase the opportunities for people
- Promote intergovernmental collaboration
- Build local Capacity
- Encourage PPP in Local economic Development
- Monitor and evaluate LED strategy.

The key issues for 2008/09 are:

- Develop micro economic strategies for each of the towns within TWK
- Unlock developmental opportunities in the area through the LED/DBSA grant
- Develop an overarching Municipal broad LED strategy
- Develop policies, processes, Risk Plans in relation to projects and interventions identified in the LED strategy
- Capacitate local Tourism bureaus.

- Create SMME startup information brochure relevant to the local area.
- Coordination and facilitation of networking events focused on SMME support
- SMME and Tourism promotion through participation in Tourism Indaba

Analysis of the Function:

Number and cost to employer of all economic development personnel:		Total
- Manager	1	195,000
Detail and cost of incentives for business investment:		R (000s)

Detail and cost of incentives for business investment	Total
Prestige Clothing 's establishment in Caledon. Incentive provided in the form of community based rentals on municipal property, allowing for indirect incentive through discounted rentals.	235,000
Tourism bureau support.	300,000
SMME support	35,000
LED Summit	19,890
Alienating of municipal land for FET collage in Grabouw	312,000

Detail and cost of other urban renewal strategies:	Total
Aesthetic Guidelines/Grabouw	R84,200

Detail and cost of other rural development strategies:	Total
Grabouw Sustainable Initiative	200,000

Number of people employed through job creation schemes:	Total
- Short-term employment	248
- Long-term employment	102

Type and number of grants and subsidies received:	Total
Aesthetic Guidelines /Grabouw - DBSA	42,100

HOUSING AND INTEGRATED HUMAN SETTLEMENT

Description of Function:

The function of this department is to facilitate, manage and maintain low cost housing development within the Theewaterskloof municipality.

The strategic objectives of the department are:

- Development and administration of an integrated plan and housing policy.
- Effectively managing the housing database.
- Effectively managing the informal settlement through proper squatter management.
- Effectively managing housing capital projects.

Constraints

- Insufficient Capacity.
- Lack of certain policies are hampering decision making and implementation.
- Lack of suitable housing land in certain of the Town.
- Delays in transferring of land from PWD.
- Lengthy urban-, environmental planning processes.
- Limitations on existing bulk services and the upgrading thereof.
- Informal settlement control

Analysis of the Function:

Number and cost of all personnel associated with provision of municipal housing:		Total R (000s)
- Manager Housing	1	342369
- Quality Controller	1	286961
- Office (Clerical/Administration)	1	234125
- Town Office (Clerical/Administration)	1	776658

Detail	Total	
Type and number of grants and subsidies received:		16 908 548
<list each grant or subsidy separately>	<total>	
Note: total value of specific housing grants actually received during year to be recorded over the five quarters - Apr to Jun last year, Jul to Sep, Oct to Dec, Jan to Mar, Apr to Jun this year.		
Total operating cost of housing function		R (000s)

TOWN PLANNING

Description of Function

The role of the Town Planning section is to implement Council's Planning Instruments, Plans and Policies to preserve and promote Theewaterskloof physical environment and social and economic welfare of the community.

Strategic Objectives of the department are:

- Create and enabling environment for economic growth and employment
- Determine spatial development within the TWK area.
- Promote property and efficient exploitation of land (agricultural, industrial, residential resources) in order to protect and conserve the natural environment.
- Ensure compliance to all relevant legislation.

The main focus of this section is ensuring the uniform implementation of the relevant Spatial Development Frameworks and Scheme Regulations as well as the Land Use Planning Ordinance (Ordinance 15 of 1985) (LUPO)

Key issues for the current financial year

■ Revision of the Spatial Development Framework

In terms of Section 26(e) of the Municipal Systems Act (Act 32 of 2000), every municipality is required to formulate a Spatial Development Framework as a part of its Integrated Development Plan (IDP). Taking into account the current pattern of land use and the nature of development in the municipal area, a Spatial Development Framework is required to describe in words and illustrations how the Municipality sees desirable future patterns of land use and development in its area of jurisdiction. In essence, it is the Municipality's spatial "Vision" of what the TWK Municipal area will look like in years to come.

The Spatial Development Framework is a legally enforceable component of the IDP, which indicates both the Municipality (councillors and officials) and to the public (developers, land owners, etc.) where certain types of land use and associated developments are permissible and where certain activities are unlikely to be permitted. Therefore, the Spatial Development Framework also functions as a framework for public and private sector investment and different types of levels of development in that area that are identified in the TWK area as appropriate or suited to such development.

As a result of increased pressure for development and to address the changing needs and perceptions of the community, the Theewaterskloof Municipality has embarked on the revision of the current Spatial Development Framework approved in January 2005 in terms of the Municipal systems Act, 2000 (Act 32 of 2000) for the Theewaterskloof municipal area and to replace it with a new SDF in terms of Section 4(6) of the Land Use Planning Ordinance, 1985 (Ordinance 15 of 1985).

■ Development of Zoning Scheme

The fact that municipalities were consolidated in the year 2000 and that several formerly independent municipalities were amalgamated into one "new" entity, necessitated the compilation of new regulations, or, as they are now called, "By-Laws". Theewaterskloof Municipality replaced the former municipalities of Caledon, Villiersdorp, Grabouw, Riviersonderend and Greyton as well as the hamlets formerly served by the Overberg District Council (i.e. Middleton, Genadendal and Tesselaarsdal). There were basically three systems in place. Villiersdorp and Grabouw had their own Section 7 Zoning Scheme and most of the other places fell under the general Section 8 Scheme Regulations. Currently land use control in the municipal sphere is undertaken in terms of the Planning Ordinance. The National Constitution empowers municipalities to adopt by-laws (a form of regulatory measure) for local government matters over which they have executive authority (e.g. municipal planning). For the sake of effective administration and to prevent confusion it became imperative that these zoning schemes be combined into a single by-law.

TV3 Architects & Planners (Pty) Ltd was appointed on 15 September 2005 to compile an integrated zoning scheme for the Theewaterskloof Area. The advertisement of the draft revised Zoning Scheme appeared during August 2008 in the relevant local newspapers for comments which will be considered and reviewed to be incorporated in the zoning scheme. The draft zoning scheme will be forwarded to Council and the Department of Environmental Affairs and Development Planning for final revision.

Backlog Concerning Land Use Applications

A huge backlog existed around land use applications which required urgent attention. This department made it its primary concern to address this backlog while new applications were also received on a continuous basis.

Policies

The Town Planning Section completed a policy regarding the permanent departure on the existing building line restrictions of informal and low cost housing developments as well as semi-detached/terraced houses in informal residential zones.

Analysis of the Function:

Number and cost to employer of all Town Planning Personnel:		Total
- Town Planner	1	343944
- Town Planner in Training	1	205495
- Senior Administrator	2	392784

BUILDING CONTROL

The strategic objectives of the department are:

- Scrutinise and process all building plans as per relevant legislation.
- Inspection of all building works.
- Assist public with building related enquiries, complaints and unauthorised constructions.
- Monitor and control all building processes for compliance with all applicable legislation.

Constraints:

- They have to drive an average of ± 1500 km per month.
- This results in each town receiving these services one day per week.
- They average $\pm 4-5$ hours in a specific town and cannot cover the area properly.
- Building Inspectors must return to the office to do administration such as printing of the notices.
- Notices are served a week later. Shortcomings: building work continues.

Number and cost to employer of all Building Inspectorate Personnel:		Total
- Senior Building Inspector	1	290371
- Building Inspectors	2	414392
- Temp Admin Assistant	1	100 pd

GIS SECTION

The Geographic Information System section was established in February 2008. This section comprises of one permanent staff member, a GIS Technician.

The backlog in terms of information was a mammoth task to start and to have rectified. Little, if any information existed within the municipality. With the help of the internal directorates, Provincial Government and the Land Surveyor General's office, data was collected and cleansing of data took place. The latest Satellite photo imaging is also available for the use by the Municipal Officials.

Challenges:

During the cleansing period a number of short comings were identified such as:

- Lack of Street numbering.
- No Street name and numbering Policy
- Incomplete physical addresses in financial system.
- Incorrect zoning information

The section was also instrumental in ensuring that all registered properties were valued during the general valuation of properties in Theewaterskloof, ensuring that even this section helps with the financial viability of council.

PROPERTY MANAGEMENT

Description of Function

The Property Management section has to ensure that Municipal owned immovable assets are managed efficiently, effectively and economically and are dealt with in a manner which will ensure the maximum benefit to the municipality and the community.

Strategic Objectives of the department are:

To improve the overall management of council owned property portfolios.

TRAFFIC AND LAW ENFORCEMENT

Description of Function

To promote an effective and efficient Traffic Law Enforcement through executing a sustainable road traffic and by-law enforcement plan.

The unit is made up of the following sub sections:

- Traffic Law enforcement (issuing and processing of traffic fines).
- Vehicle registration and licensing (renewal of motor vehicle licences and the registration of new and used vehicles).
- Municipal Law enforcement.

Strategic Objectives of the department are:

- Implementation of Road Traffic Act (Act 29 of 1989) and Municipal Regulations.
- Improve public awareness and road safety through visible policing.
- Implement Road Safety projects.
- Ensure high payment return on traffic fines.
- Effective Management of traffic and law enforcement resources.

Analysis of the Function:

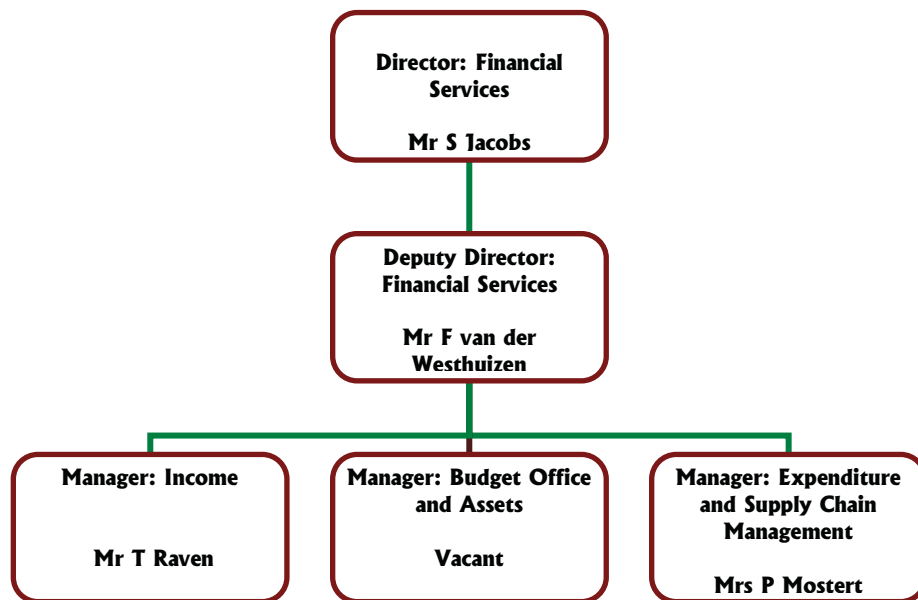
Number and cost to employer of all personnel associated with policing and traffic control:		<i>Total</i>
- Professional (Senior Management)	3	745 039
- Field (Detectives/Supervisors)	5	1 387 450
- Office (Clerical/Administration)	24	2 220 288
- Non-professional (visible police officers on the street)	21	3 270 603

Total number of call-outs attended:	
- Emergency call-outs	85
- Standard call-outs	213

Average response time to call-outs:	
- Emergency call-outs	10 min
- Standard call-outs	4 min
Total number and type of emergencies leading to a loss of life or disaster:	
Accidents where 2 pedestrians were knock down and died	2

KPA	Performance During the Year	Current	Target
Financial Viability	Recovering of traffic fines. To improve payment of fines a new contractor will be appointed to ensure better recovery rates of fines	5,451,810.00	15,000,000.00
Capacity Building	Audits of Driving Licence testing centre	46	48
Service Delivery	Special programs to ensure that more students are accommodated to apply for	200	240

DIRECTORATE FINANCE



Overview

The Finance Directorate aims to provide the enabling support and advisory service to improve service delivery and to become one of the best Municipal Financial Services Departments in the country by 2011.

The Directorate acknowledges its role has to change and has adapted to a more **strategic and services-orientated role, beyond compliance to improve the quality of the lives of local citizens of Theewaterskloof Municipality.**

Description of the Activity

The Directorate has been **transformed and re-aligned its Organogram, Policies, Procedures and Processes to meet the Council's Strategic Objectives**

- Providing a **Support and Advisory Service** to the Accounting Officer, Senior Managers and Council on Financial matters, MFMA compliance and Financial Reforms.
- Improved **Accounting and Financial Management Services.**
- To **Create an Enabling Environment** for **effective, efficient and economic service delivery.**
- Ensuring that the municipality maintains **Financial Viability** and a healthy cash flow
- **Financial Management and Budgetary Control.**
- Implementation of **Activity-based Costing** to improve affordability and sustainability of services.

- Ensure good **Customer Service**.
- Ensure **Financial Risk Management** to safeguard council's financial resources.
- Regular, accurate, relevant add meaningful reporting to foster **Accountability, Transparency** and the use of financial reports to assist in decision-making.
- Setting and maintaining **high standards in financial management and Best Practices**.
- **Capacity Building** for Finance and Non-financial Officials, Councillors and Ward Committees.
- **Improved Internal Control**

Core Functions of the Sections

Expenditure and Supply Chain Management

- **Salaries:** Implementation of approved payroll, paying of salaries, allowances and accounting for payroll implementation
- **Creditors:** Payment and recording of creditors' payments and reconciliations
- **Supply Chain Management:** Responsible for the Administration and Management of Procurement of goods and services (i.e. Acquisition Management in particular)
- Bank Reconciliation
- Administration and Management of Investments
- Administration and Management of Loans
- Maintain Professionalism, Honesty, Integrity and Internal Controls

Revenue Section

- Facilitation and application for Municipal Services
- Debtors Billing Administration and Management
- Meter Reading
- Administration of Clearance Certificates
- Rendering of Monthly Consumer / Rates Debtors Accounts
- Debtors Customer Care and Query Administration
- Receipting and bank revenue management
- Credit Control, Debt Collection and Indigents Management
- Maintain Professionalism, Honesty, Integrity and Internal Controls

Budget Office

- Budget
- In-year Reporting
- Annual Financial Statements,
- Budgetary Management and Control
- Asset Management
- Insurance Management
- Costing Services (commencing in September 2009)
- Financial Viability
- Co-ordinate Financial Policy Formulation
- Financial Management Workshops under leadership of CFO
- Maintain Professionalism, Honesty, Integrity and Internal Controls

Some Achievements by the Financial Services Directorate

Financial Viability

Financial Viability Strategy

Financial Viability is the heartbeat of any organization. It refers to how healthy you are as a municipality in meeting current commitments and contractual obligations.

It measures the extent to which the municipality is geared to meet short/medium/long term challenges in respect of service delivery, infrastructure development and preservation / maintenance of existing infrastructure.

- The Financial Viability strategy had been drafted and implemented by the Finance Directorate.
- The Strategy is being reviewed and will be work-shopped at the Annual Strategic Workshop at the end of August 2009)
- The revised organogram has been adopted during October 2008 and this will further enhance the strategy once the new positions are filled
- Tariffs have been re-engineered to ensure costs are recovered from services rendered
- An official has been appointed to implement Activity-based Costing which will ensure improved, effective and efficient business processes (value for money) and to further revise tariffs to be more affordable and sustainable.

Value for Money

- Effective and efficient Supply Chain Management Processes and Procedures have eliminated/reduced costly fraud and corruption risk exposure
- Competitive Bidding also ensures reduced prices and value for money
- The insurance premiums reduction of approximately 50% (± R400,000 p.a. since 2006/2007 is proof of the competitive benefits of SCM
- The reduction of Insurance Claims also results in ensuring sustainable low premiums
- The establishment of the Debt Collection Unit has eliminated the approximately R600,000 annual attorney fees/costs
- The incorporation of the SCM unit into the Expenditure unit has encouraged value for money returns
- The requisition system has resulted in improved spending as a result of partly centralised purchasing/procurement. It will be fully centralized in 2009.

Debt Collection

- The average debt collection rate during 2006/2007 was 82% and 85% in 2007/2008.
- The collection rate during the first quarter of 2008/2009 was 65% and improved to 93% at 30 June 2009.
- An automated online Credit Control, Debt Collection and Indigent Management system has since been acquired and will be fully functional by August 2009
- This system will manage and control various administrative functions including the following: restriction / cut-off and remedial action lists, pre-legal collections, soft and hard tracing, listing and de-listing of debtors, promise to pay arrangements, legal collections, control of debt collecting process, success management and reporting, password control and access management, indigent registration and management and query and maintenance management
- The installation of Prepaid Water meters have also been identified and is one of the single most important Financial Viability interventions along with a credit control and debt collection system. Installation will take place by September 2009 at RDP and Indigent Households due to escalating debts in those areas and to provide a more humane system than water trickle-flow restriction.

Quality and credibility of Budget

- The quality of the budget has improved a great deal
- Treasury's Annual Assessment proved that our Budget is Responsive to the IDP, Sustainable, Credible and complies with Good Governance.
- Zero based budgeting have been applied to a much greater extent than previous years

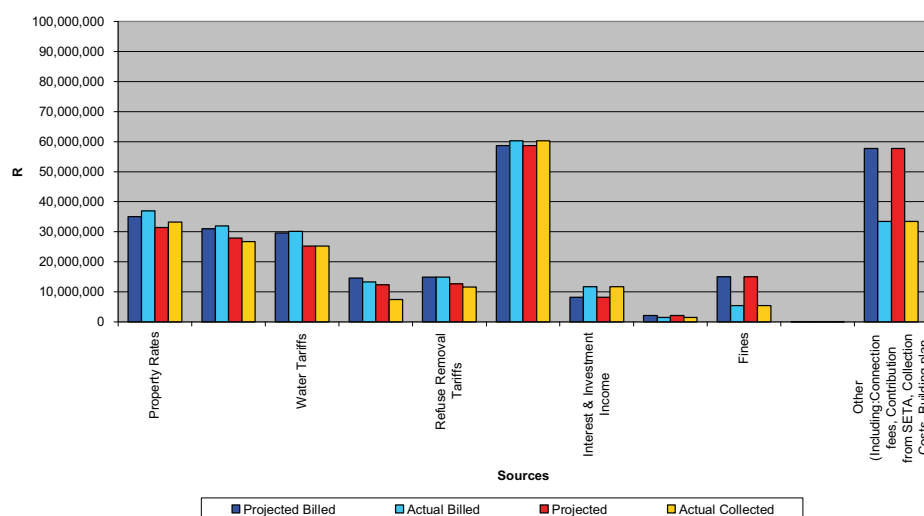
- Improved Budget and IDP Alignment have also been achieved
- Improved expenditure monitoring and advising and guiding departments to expedite spending on their Operating and Capital votes and Quick Wins initiatives
- Budgetary control and other internal controls are also applied to reduce risks of fraud

Analysis of the Function:

Debtors Billing by Function

TOTAL FOR THE YEAR						
	Billed		Collected		Performance Measure	
REVENUE BY SOURCE	Projected	Actual	Projected	Actual	Projected	Actual
Property Rates	34,957,000	37,030,421	31,461,300	33,195,674	90.00%	89.64%
Electricity Tariffs	31,007,000	31,990,520	27,906,300	26,777,082	90.00%	83.70%
Water Tariffs	29,599,000	30,053,845	25,159,150	25,249,976	85.00%	84.02%
Sanitation Tariffs	14,577,000	13,361,579	12,390,450	7,460,663	85.00%	55.84%
Refuse Removal Tariffs	14,908,000	14,936,282	12,671,800	11,685,901	85.00%	78.24%
Grants	58,622,000	60,356,179	58,622,000	60,356,179	100.00%	100.00%
Interest & Investment Income	8,257,000	11,812,770	8,257,000	11,812,770	100.00%	100.00%
Rent of Facilities & Equipment	2,179,000	1,460,250	2,179,000	1,460,251	100.00%	100.00%
Fines	15,050,000	5,451,410	15,050,000	5,451,410	100.00%	100.00%
Licenses & Permits	60,000	75,780	60,000	75,780	100.00%	100.00%
Other (Including: Connection fees, Contribution from SETA, Collection Costs, Building plan fees, Availability fees, Camping fees, Rental-Chalets)	57,709,000	33,454,470	57,709,000	33,454,470	100.00%	100.00%
Total by Source	R 266,925,000	R 239,983,506	R 251,466,001	R 216,980,156	94.21%	90.41%

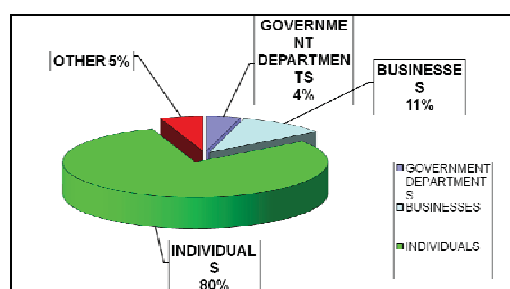
Revenue by source



DEBTOR ANALYSIS: AMOUNT OUTSTANDING OVER 30, 60, 90 AND 120 PLUS DAYS:

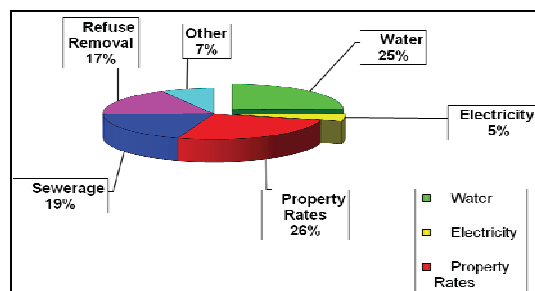
CLASSIFICATION PER DEBTOR TYPE

	GOVERNMENT DEPARTMENTS	BUSINESSES	INDIVIDUALS	OTHER	TOTAL
90 + days	3,939,505	6,960,042	64,345,004	4,047,063	79,291,614
60 days	0	0	2,479	0	2,479
30 days	70,890	798,534	3,174,277	253,809	4,297,510
Current	-260,127	1,824,575	3,656,709	375,009	5,596,166
Outstanding Balance	3,750,269	9,583,150	71,178,469	4,675,881	89,187,769



CLASSIFICATION PER SERVICE CATEGORY

	CURRENT	%	30 DAYS	%	60 DAYS	%	90 DAYS & MORE	%	TOTAL OUTSTANDING DEBTORS	PROVISION FOR BAD DEBTS 2008 / 2009
Water	2,120,963	9.65%	768,409	3.50%	0	0.00%	19,088,642	86.85%	21,978,014	2,739,000
Electricity	2,290,952	54.56%	451,543	10.75%	0	0.00%	1,456,609	34.69%	4,199,104	-
Property Rates	530,388	-2.30%	1,961,090	8.50%	0	0.00%	21,627,656	93.80%	23,058,359	-
Sewerage	950,420	5.48%	401,552	2.31%	0	0.00%	16,005,448	92.21%	17,357,421	1,602,000
Refuse Removal	863,259	5.51%	467,943	2.99%	0	0.00%	14,333,996	91.50%	15,665,198	2,063,000
Other	-99,041	-1.43%	246,972	3.56%	2,479	0.04%	6,779,263	97.83%	6,929,673	5,439,000
Outstanding Balance	5,596,166	6.27%	4,297,510	4.82%	2,479	0.00%	79,291,614	88.90%	89,187,769	11,843,000



Total Debtors Written off

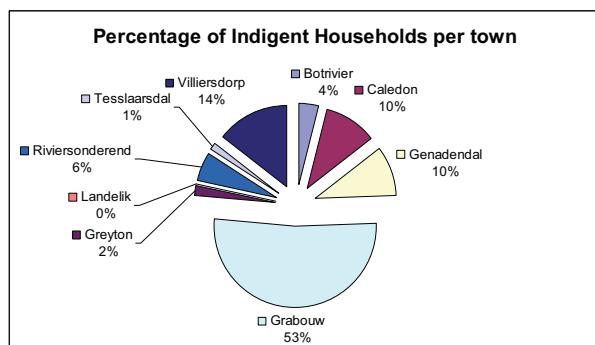
Category	Water	Electricity	Sewerage	Refuse	Sundry Services	Other
Caledon	479,503.00	132,848.31	765,121.64	315,719.68	68,329.87	192,379.36
Grabouw	3,013,876.87	-	2,916,163.09	1,355,931.94	11,489.24	1,268,815.38
Villiersdorp	194,820.02	47,519.71	184,060.63	63,038.34	24,020.67	88,053.39
RSE	319,326.28	10,603.90	453,402.35	172,594.23	3,640.54	99,200.95
Greyton	51,458.30	4,255.76	96,782.72	48,857.26	904.16	77,178.73
Genadendal	458,127.31	-	704,980.60	392,075.73	28,795.39	256,164.29
Botrivier	197,977.91	-	321,032.11	233,627.88	29,670.08	136,886.91
Tesselaarsdal	66,453.39	-	35,165.60	53,583.70	-	4,908.80
Total	4,781,543.08	195,227.68	5,476,708.74	2,635,428.76	166,849.95	2,123,587.81

Property rates (Commercial):		R (000s)
- Number and value of properties rated		293526500
- Number and value of properties not rated		
- Number and value of rate exemptions		
- Rates collectible for the current year		

Property valuation:	
- Year of last valuation	2008
- Regularity of valuation	4 years

Indigent households

MONTH	Botrivier	Caledon	Genadendal	Grabouw	Greyton	RSE	Tess	Villiersdorp	Total
July 2008	176	642	524	3288	95	307	39	958	6029
August 2008	177	674	523	3311	95	307	46	963	6096
September 2008	177	673	522	3308	95	307	46	964	6092
October 2008	177	634	522	3308	94	306	46	966	6053
November 2008	177	630	521	3306	93	306	46	967	6046
December 2008	177	639	521	3306	91	305	46	967	6052
January 2009	185	650	543	3306	117	318	48	973	6140
February 2009	184	648	542	3304	117	317	47	973	6132
March 2009	180	644	541	3304	117	317	47	959	6109
April 2009	180	641	540	3304	117	318	47	972	6119
May 2009	272	669	686	3659	136	404	104	1003	6933
June 2009	277	737	701	3656	138	416	105	1009	7039



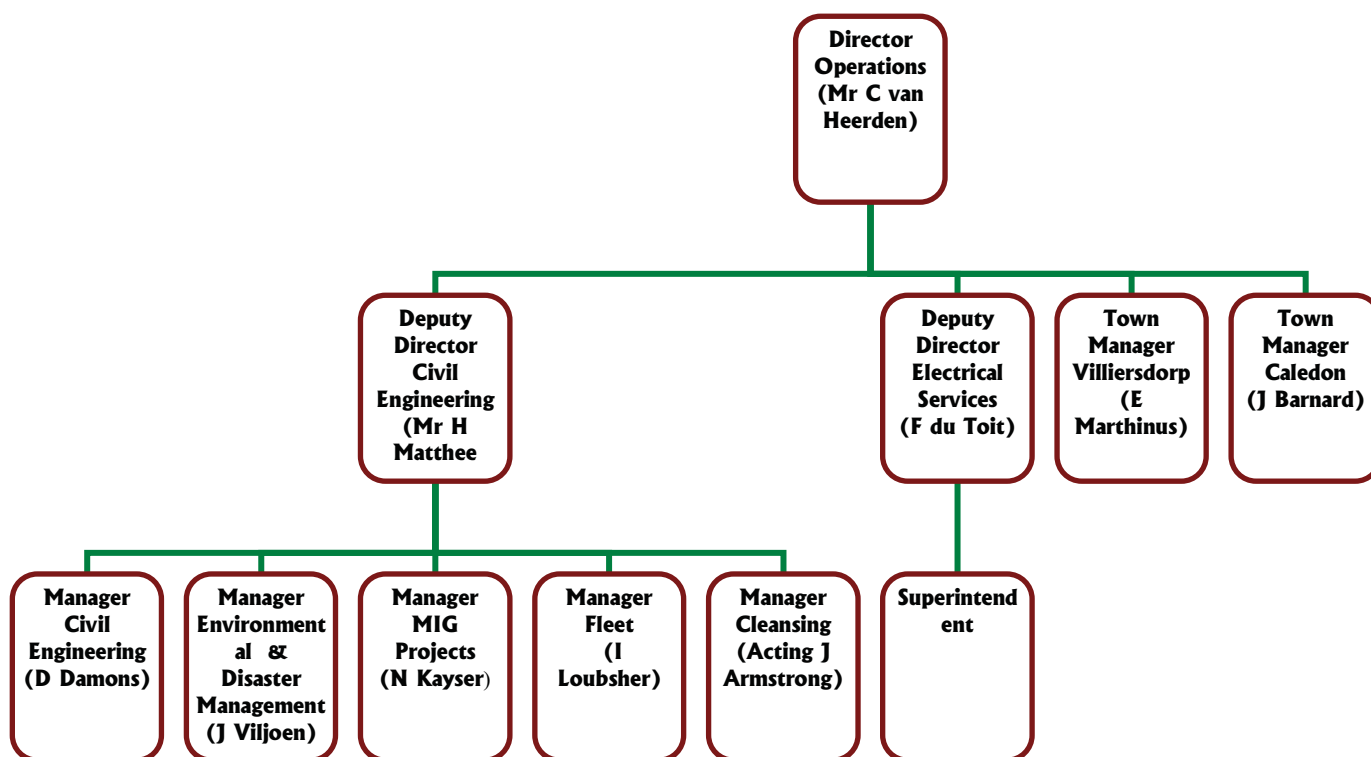
Indigent Policy:	
- Quantity (number of households affected)	7039
- Quantum (total value across municipality)	8403698.04

External Loans Received:

External Loans	Amount
DBSA	R 33,177,960

Details of tender / procurement activities:	
- Total number of times that tender committee met during year	12
- Total number of tenders considered	54
- Total number of tenders approved	54
- Average time taken from tender advertisement to award of tender	3 months

DIRECTORATE OPERATIONAL SERVICE



WATER DISTRIBUTION AND TREATMENT

Overview

The Water Section can be divided into 2 sections, namely:

- Water Purification and
- Bulk and Distribution network.

Description of Activity

The Theewaterskloof Municipality is responsible for the distribution of potable water within the municipal area.

The Municipality has a Mandate to:

These services extend to include ALL FORMER MUNICIPAL AREAS , but do not take account of AREAS OUTSIDE FORMER/disestablish MUNICIPAL BOUNDARIES which resides within the jurisdiction of local government. The municipality has a mandate to:

- Supply potable water in accordance with (SABS 241) to the residents within its jurisdiction. In terms of Schedule 4B of the Constitution: "Water and Sanitation Services limited to potable water supply systems".

The strategic objectives of the department are:

- To supply the residents in TWK municipal area with a good quality drinking water.
- Render a service with the least possible interruption e.g. as little as possible pipe breakages. To achieve this goal there is an ongoing process of pipe replacement.

The key issues for 2008/09 are:

- To upgrade and maintain the existing water infrastructure.
- The expansion of said infrastructure in line with new development and the eradication of backlogs.

Analysis of Function

Number and cost to employer of all personnel associated with the water distribution function:		<i>R (000s)</i>
- Assistant Managers: Also responsible for sewerage, roads & stormwater	0	0
- Senior Engineer's Assistants: Also responsible for sewerage, roads & stormwater	2	522 452
- Office (Clerical/Administration- done by assistant managers)	0	0
- Supervisors/Foremen	5	783 045
- Outside workforce	34	1 999 234
- Temporary	0	0

Total volume and cost of bulk water purchases in kilolitres and Rand	KL	<i>R (000s)</i>
<i>Overberg Water</i>	1 525 924	4 174 181
Total	1 525 924	4 174 181
Total volume and receipts for bulk water sales in kilolitres and rand, by category of consumer:	KL	<i>R (000s)</i>
<i>All inclusive (eg Households, commercial, Other)</i>	3,816,668	28,631,667.23
Total	3,816,668	28,631,667.23
Total year-to-date water losses in kilolitres and rand	186	1049
Total raw and treated water losses	0	0

Reporting Level

Detail	Total	Cost
Number of households with water service, and type and cost of service:		<i>R (000s)</i>
- Piped water inside dwelling / yard	20913	
- Communal standpipe: distance < 200m from dwelling	5912	
- Communal standpipe: distance > 200m from dwelling		
Total households & Total value of water infrastructure	26825	202498
Note: if other types of services are available, please provide details		
Number and cost of new connections:		<i>R</i>
Number and cost of disconnections and reconnections:		<i>R</i>
Number and total value of water projects planned and current:		<i>R (000s)</i>
- Current (financial year after year reported on)	16	1986
- Planned (future years)	24	121 500
Note: provide total project and project value as per initial or revised budget		
Anticipated expansion of water service:	0	<i>R (000s)</i>
- Piped water inside dwelling	5912	23648
- Piped water inside yard	0	<i>na</i>
- Piped water on community stand: distance < 200m from dwelling	0	<i>na</i>
- Piped water on community stand: distance > 200m from dwelling	0	<i>na</i>
- Borehole	0	<i>na</i>
- Spring	0	<i>na</i>
- Rain-water tank	0	<i>na</i>
Note: provide total number of households anticipated to benefit and total additional operating cost per year to the municipality		
Estimated backlog in number (and cost to provide) water connection:		<i>R (000s)</i>
- Piped water inside dwelling	0	0
- Piped water inside yard	0	<i>na</i>
- Piped water on community stand: distance < 200m from dwelling	0	<i>na</i>
- Piped water on community stand: distance > 200m from dwelling	0	<i>na</i>
- Borehole	0	<i>na</i>
- Spring	0	<i>na</i>
- Rain-water tank	0	<i>na</i>
Note: total number should appear in IDP, and cost in future budgeted capital housing programmes		
Free Basic Service Provision:		
- Quantity (number of households affected)		7039
- Quantum (value to each household)		0-6kl free <i>R 55 basic</i>

		<i>charge</i>
Type and number of grants and subsidies received:		<i>R (000s)</i>
MIG	0	<i>R 16,130,822</i>
Equitable share / Free basic services grants	6kl	<i>R 50 X 7039 indigent</i>
Total operating cost of water distribution function (budgeted value)		22675

Key Performance Areas: Service Delivery

Performance During the Year, Performance Targets Against Actual Achieved and Plans to Improve Performance	Current	Target
(a) Supply households with access to water reticulation system	20913	26825
(b) Reduce periods of water supply disruption (repair time)	4 hours	3 hours
(c) Reduce water disruption incidents (pipe bursts)	125	100
(d) Monitor and reduce water losses	19	12.5
(e) Monitor water quality	maintain SANS regs	maintain SANS regs

ROADS

Theewaterskloof Municipality is responsible for the construction and maintenance of roads within the municipality's jurisdiction.

Description of the Activity:

The Theewaterskloof Municipality is responsible for the roads and storm water reticulation within the towns of the WC031 established municipal area. The Roads and Stormwater Division functions as a division on its own headed by the Assistant manager of each town. This unit has 85 trained technical, artisans and other operational staff.

The Municipality's Mandate:

The Municipality has the mandate from Government to perform all relevant services regarding roads and stormwater in those areas included within the boundaries of the WC031 area in terms of Schedule 4B and 5B, i.e. "Municipal Public Transport; Stormwater Management Systems in built-up areas". Apart from various National and Provincial legislation and White and Green Papers this division is also responsible to execute all Council resolutions, policies and delegated powers by council. Roads outside the town areas are still the responsibility of the District Council.

Strategic Objectives

- Providing sufficient capacity for the movement of motorized vehicles.
- Reducing demand for personal travel.
- Providing sufficient capacity for the movement of bicycles
- Providing sufficient capacity for the movement of pedestrians.
- Provision of public transport and facilities to that effect. (e.g. Taxi Ranks).
- To provide sufficient maintenance capacity to maintain all infrastructure in good operational condition.
- To provide a Stormwater Management System in built-up areas.

- To monitor base flow in rivers and water quality assurance.

The key issues for 2008/09 are:

For the current financial year the focus will be on reducing backlogs regarding upgrading of roads and stormwater in areas such as Tesselaarsdal and Genadendal. The ongoing maintenance of existing roads and stormwater systems remains the main focus of this division.

Analysis of the Function:

Number and cost to employer of all personnel associated with road maintenance and construction:		<i>R (000s)</i>
- Professional (Engineers/Consultants)	1	327 322
- Field (Supervisors/Foremen)	6	1 567 356
- Office (Clerical/Administration)	0	0
- Non-professional (blue collar, outside workforce)	62	3 645 662
- Temporary	0	0
- Contract	0	0
Note: total number to be calculated on full-time equivalent (FTE) basis, total cost to include total salary package		
Total number, kilometres and total value of road projects planned and current:		<i>R (000s)</i>
- New bitumenised (number)	3	600
- Existing re-tarred (number)	3	150
- New gravel (number)	1	200
- Existing re-sheeted (number)	14	700
Note: if other types of road projects, please provide details		
Total kilometres and maintenance cost associated with existing roads provided		<i>R (000s)</i>
- Tar	240	10362
- Gravel (Grading)	80	5579
Note: if other types of road provided, please provide details		
Average frequency and cost of re-tarring, re-sheeting roads		<i>R (000s)</i>
- Tar	12 mnthly	600
- Gravel	5 mnthly	0
Note: based on maintenance records		
Estimated backlog in number of roads, showing kilometres and capital cost		<i>R (000s)</i>
- Tar	0	0
- Gravel	0	0

Reporting Level

Detail	Total	Cost
Type and number of grants and subsidies received:		<i>R (000s)</i>
PAWC/Proclaimed Roads Grant		1,828,463.60
Total operating cost of road construction and maintenance function		1,828,463.60

Key Performance Area: Service Delivery

Performance During the Year, Performance Targets Against Actual Achieved and Plans to Improve Performance	Current	Target
Attend to wash aways of roads within 24 Hrs of notification	80%	90%
Repairing of Potholes, 7 days after notification	95%	100%
Re-sealing	80%	90%

ELECTRICITY/STREET LIGHTING

The function of this section includes all activities associated with the provision of street lighting to the community.

Description of the Activity:

- Provide adequate street lighting for urban areas.
- Maintain/Repair of faulty street lights.
- Upgrade of existing services as well as new developments.

These services extend to include Theewaterskloof (Caledon, Greyton, Riviersonderend and Villiersdorp, but do not take account rural areas such as Tesselaarsdal, Botrivier, Grabouw, Genadendal which resides within the jurisdiction of provincial Government.

Strategic Objectives of the department are:

To provide adequate lighting within the TWK area for the safety of pedestrians and road users.

Key issues for 2008/09

To provide good service levels and maintain standards.

Analysis of the Function:

Number and total operating cost of streetlights servicing population:	kw	R
<i>Total streetlights within the TWK area</i>	3785	R 2,000
Note: total streetlights should be available from municipal inventory		
Total bulk kilowatt hours consumed for street lighting:	1384054	80,275,016
Total electricity consumed		

Key Performance Area: Service Delivery

Performance During the Year, Performance Targets Against Actual Achieved and Plans to Improve Performance	Current	Target
Upgrading of old and faulty streetlights. Installation of streetlights in Villiersdorp	yes	100%

ELECTRICITY DISTRIBUTION

The function of this unit includes the bulk purchase and distribution of electricity.

Description of the Activity:

The electricity purchase and distribution functions of the municipality are administered as follows and include:

- The effective and efficient distribution and reticulation of energy in the following towns (Caledon, Villiersdorp, Greyton and Riviersonderend. Grabouw, Genadendal, Tesselaarsdal, Botrivier and Middleton resides within Eskom jurisdiction).
- Distribute electricity subject to the licence conditions set by NERSA.

Strategic Objectives of the department are:

- To evaluate all restraints placed on this sub-function and to develop strategies to ensure that the minimum service delivery standards are maintained.
- To ensure a safe, effective, economical and continued supply of electricity within the TWK municipal area.

Key issues for 2008/09 are:

To upgrade networks where necessary with NRS 047&048 quality of supply legislation and NERSA licence operational standards and conditions.

Analysis of the Function:

Number and cost to employer of all personnel associated with the electricity distribution function:		
- Professional (Engineers/Consultants)	1	327 322
- Field (Supervisors/Foremen)	3	783 678
- Office (Clerical/Administration)	2	209 900
- Non-professional (blue collar, outside workforce)	13	764 413
- Temporary		
- Contract		
Note: total number to be calculated on full-time equivalent (FTE) basis, total cost to include total salary package.		
Total quantity and cost of bulk electricity purchases in kilowatt hours and rand, by category of consumer.	63309496	17,270,487
Total quantity and receipts for bulk electricity sales in kilowatt hours and rand, by category of consumer:	55923890	21317934
- Household	26953167	15632836
- Commercial <i>note only cents/kwh</i>	11378092	2048056
- Industrial <i>note only cents/kwh</i>	16416708	2955007

- Mining	0	0
- Agriculture	0	0
- Other	1175923	682035
Total year-to-date electricity losses in kilowatt hours and rand	6001552	9.48%
Number of households with electricity access, and type and cost of service:	5758	

Reporting

Detail	Total	Cost
- Electrified areas		
- Municipal	5758	
- Eskom		
- Alternate energy source		
- Gas		
- Paraffin		
- Solar		
- Wood		
- Non electrified	650	5,200,000
Note: if other types of services are available, please provide details		
Number and cost of new connections + Network Costs:	203	1,624,000
<detail total>		
Number and cost of disconnections and reconnections		Finance
<detail total>		
Number and total value of electrification projects planned and current:		
- Current (financial year after year reported on)	2	2 500 000
- Planned (future years)	4	5952000
Note: provide total project and project value as per initial or revised budget		
Anticipated expansion of electricity service:		
New connections	250	2 500 000
Note: provide total number of households anticipated to benefit and total additional operating cost per year to the municipality		
Estimated backlog in number (and cost to provide) Electricity connection:	650	5 200 000
Note: total number should appear in IDP, and cost in future budgeted capital housing programmes		
Free Basic Service Provision:		
- Quantity (number of households affected)	5280	
- Quantum (value to each household)	R 27	
Note: Provide details of how many households receive the FBS provision, and the average value it means per household. Describe in detail the level of Free Basic Services provided.	50kWh	

Type and number of grants and subsidies received:		
<i>Free basic electricity</i>		<i>R 1 990 000</i>
Note: total value of specific electricity grants actually received during year to be recorded over the five quarters - Apr to Jun last year, Jul to Sep, Oct to Dec, Jan to Mar, Apr to Jun this year.		
Total operating cost of electricity distribution function		<i>R 28,122,000</i>

WASTE WATER MANAGEMENT (SEWERAGE)

Overview

The role of this unit includes the collection and disposal of sewage and provision of communal toilets in informal areas.

Description of the Activity:

Theewaterskloof Municipality provides sewerage collection systems, comprising water borne sewer networks, bucket removal system and vacuum tanker service where necessary, and treats the collected effluent at 7 sewage treatment plants. Further services include the provision and maintenance of communal toilets in informal areas. This service is headed by the Chief: Sanitation, with a personnel component of ± 84 trained and operational staff.

The Municipality's Mandate

The municipality is responsible to deliver a service to all, which is effective, affordable and sustainable within legal and budgetary constraints in terms of Schedule, 4B of the Constitution: "Water and Sanitation Services limited to...and domestic waste water and sewage disposal systems. All Waste Water Treatment Plants, in the WCO31 area, are operated under the specific conditions in the Water Act (Act 36 of 1998, Government Notice No 1191) in accordance with the Permit requirements of Department of water Affairs and Forestry.

Strategic Objectives of the department are:

- The eradication of the bucket system and the provision of an effective and acceptable service to all residents.
- To provide access to a water borne sewer system, vacuum tanker system to those residents with septic or conservancy tanks and the removal of buckets where the system is still in use.
- To operate the Wastewater Treatment Plants in compliance with permit requirements.
- To timeously provide appropriate capacity in the sewage removal network.
- To provide communication and education for sanitation in informal areas.
- To manage and maintain all equipment and plant associated with the sanitation services.
- Replacement, refurbishment and extensions of existing infrastructures in a manner.

The key issues for 2008/09 are:

- Upgrade of Genadendal, Botriver and Grabouw wastewater treatment plants within the limits of budgetary constraints.
- Upgrade of the network infrastructure with specific reference to aged rising mains in Grabouw.
- Train operational personnel at all wastewater plants.
- To draft bylaws pertaining to the discharge of effluent from small industries, e.g. restaurants.

Analysis of the Function:

Number and cost to employer of all personnel associated with sewerage functions:		R
- Assistant Managers: Also responsible for water distribution, roads & stormwater	0	0
- Senior Engineer's Assistants: Also responsible for water distribution, roads & stormwater	2	654 644
- Supervisors/Foremen	5	1 306 130
- Office (Clerical/Administration- done by assistant managers)	0	0
- Outside workforce	42	2469 642
- Temporary	0	0
- Contract	0	0
Note: total number to be calculated on full-time equivalent (FTE) basis, total cost to include total salary package		
Number of households with sewerage services, and type and cost of service:		R (000s)
- Flush toilet (connected to sewerage system)- formal households	14414	57656
- Flush toilet (with septic or concervancy tank)- formal households	5902	23608
- Chemical toilet	0	0
- Bucket latrine	0	0
- Communal toilets (flush toilets & pit latrines)- informal households	5912	23648
Total households	26228	104912
Note: if other types of services are available, please provide details		
Anticipated expansion of sewerage:		R (000s)
- Flush toilet (connected to sewerage system): upgrade from buckets & communal toilets	0	0
- Flush toilet (with septic tank)	87	1184907
- Chemical toilet	0	0
- Pit latrine with ventilation	0	0
- Pit latrine without ventilation	0	0
- Bucket latrine	0	0
- Communal toilets in informal areas	0	0
Note: provide total number of households anticipated to benefit and total additional operating cost per year to the municipality		
Free Basic Service Provision:		
- Quantity (number of households affected)	7039	
- Quantum (value to each household)	14 00	

Reporting

Detail	Total	Cost
Note: Provide details of how many households receive the FBS provision, and the average value it means per household. Describe in detail the level of Free Basic Services provided.		
Type and number of grants and subsidies received:		<i>R (000s)</i>
MIG	0	2,158,178
Equitable share / Free basic services grants	<i>Finance</i>	
Total operating cost of sewerage function		7382

Performance during the Year Services Delivery

Performance During the Year, Performance Targets Against Actual Achieved and Plans to Improve Performance	Current	Target
Clear reported blockages in pipelines	Within 5 hours	Within 3 hours
Monitor treated waste water effluent	maintain dwaf regs	maintain dwaf regs
Provide all households with access to the sewer reticulation network	20420	26825

SOLID WASTE MANAGEMENT:

Overview

Includes refuse removal, solid waste disposal and landfill, street cleaning and recycling

Description of the Activity:

Waste Management falls under the Directorate -Technical Services and is managed by the Manager: Solid Waste Water/Sewage purification and Tanker Services. The Technical Office is responsible for all Capital projects, The monitoring of the waste management services, writing of programmes and bylaws, monthly inspections of the various sites in the towns within Theewaterskloof Municipality. Manages and approves waste sites and Transfer-stations.

The Town management is responsible for the day to day operations in every town and for the removal and collection of the waste, cleaning of road reserves and most public open places. There are three Transfer-stations in the Municipal jurisdiction. One in Grabouw, Villiersdorp and the other in Botriver. Caledon has a Licensed waste site but Genadendal, Greyton and Riviersonderend is not permitted yet.

- To provide a sufficient waste removal service to all residents within the municipal boundaries.
- To keep the municipal road reserves and public places clean and tidy.
- To manage the dumping site in such a manner to prevent any pollution of underground water, air pollution and any groundwater pollution.
- To make sure that the health and safety of all personnel and residents are in good condition, from a solid waste perspective.

The key issues for 2008/09 are:

- Increased recycling and revised bylaws.
- Provide wheelie bin service to all towns.
- The use of refuse as renewable energy.

Gaps in service delivery

- The lack of services in the informal areas needs more attention.
- Open spaces should be cleaned more often.
- Placing of extra containers near or at informal settlements.

Analysis of the Function:

Number and cost to employer of all personnel associated with refuse removal:		R (000s)
- Professional (Engineers/Consultants)	0	0
- Field (Supervisors/Foremen)	0	0
- Office (Clerical/Administration)	0	0
- Non-professional (blue collar, outside workforce)	67	3 939 667
- Temporary	0	0
- Contract	0	0
Note: total number to be calculated on full-time equivalent (FTE) basis, total cost to include total salary package		6022000
Number of households receiving regular refuse removal services, and frequency and cost of service:		R (000s)
- Removed by municipality at least once a week	19196	
- Removed by municipality less often	816	
- Communal refuse dump used	1366	
- Own refuse dump	6816	
- No rubbish disposal	384	
Note: if other intervals of services are available, please provide details		
Total and projected tonnage of all refuse disposed:	current	Future
- Domestic/Commercial	415/week	
Note: provide total tonnage for current and future years activity		
Total number, capacity and life expectancy of refuse disposal sites:		
- Domestic/Commercial (number)	7	9yrs
- Garden (number)	<capacity>	<lifespan>
Note: provide the number of tip sites, their total current capacity and the expected lifespan as at end of reporting period		

Reporting Level

Detail	Total	
Anticipated expansion of refuse removal service:		R (000s)
- Domestic/Commercial (number houses)	250	6.7
Note: provide total number of households anticipated to benefit and total additional operating cost per year to the municipality		
Free Basic Service Provision:		
- Quantity (number of households affected)	7037	
- Quantum (value to each household)		35.50
Note: Provide details of how many households receive the FBS provision, and the average value it means per household. Describe in detail the level of Free Basic Services provided.		
Total operating cost of solid waste management function		10407065

Performance During the Year, Performance Targets Against Actual Achieved and Plans to Improve Performance	Current	Target
<i>Service provided to all informal areas</i>	85%	100%
<i>Refuse was removed from households once per week</i>	100%	100%
<i>Refuse was removed from food handling businesses 3 times per week</i>	100%	100%
<i>Refuse was removed from all other Businesses twice per week</i>	100%	100%
<i>Informal houses were given a refuse removal services 1 per week</i>	90%	100%

FLEET MANAGEMENT

This unit is responsible for the overall planning, organising and control of the vehicles for the organisation.

Strategic Objectives of the department are:

- To manage and maintain all fleet of the municipality.
- To provide sufficient municipal services to all residence within the municipal boundary.
-

Key Issues for the current financial year

- Some significant progress has been made in upgrading the fleet and it is already a much lesser service delivery constraint than it used to be two years back.
The most critical Fleet issues (Compactor fleet-[refuse] and Traffic fleet) were addressed.

On board computer tracking system and fleet management software was installed on 43 municipal vehicles. The Fleet Management and Tracking System create a foundation for sound fleet management process and – Provide fleet owners with data at their fingertips – Ensures fleet efficiency - Generates Weekly and Monthly reports on vehicles utilization, vehicle abuse and location management.

The system has the functionality for monitoring and managing

driver and vehicle performance , reporting on fleet operating and variance reporting , vehicle maintenance reporting , service reminders , Active Tracking , Passive Tracking , Vehicle summary reports , Drivers Summary Reports ext.

ENVIRONMENTAL MANGEMENT

OVERVIEW

Environmental management departments is responsible for overall conserving of conservation areas and the implementation conservation projects. The department is also involved in the cleaning of rivers, invasive vegetation and greening of the Theewaterskloof Municipal area.

DESCRIPTION OF ACTIVITY

Within the Environmental department the following projects and activities took place.

- Management of the following Nature reserves
 - Greyton Nature Reserve
 - Villiersdorp Nature Reserve
 - Caledon Nature Reserve
 - Shaws pass Nature Reserve
- Alien vegetation bush clearing in Grabouw,Villiersdorp and Greyton
- Greening of areas involving planting of trees in,
 - Riviersonderend
 - Villiersdorp
 - Grabouw
- We have also helped with arboriculture management and maintenance in Villiersdorp,Greyton,Genadendal,Riviersonderend and Grabouw
- The Environmental Department also assisted in numerous in EIA projects as stipulated by Department of Environmental affairs.One such project was the Escom Bantamsklip Bachus Transmition line application.
- The Environmental Department is also fully involved with fire prevention and management in the Theewaterskloof Municipal jurisdiction we maintain and create fire breaks were necessary.
- We also form part of numerous Fire Protection Areas (FPA)

DESASTER MANGEMENT

Overview

The Disaster Management unit is responsible for coordinating of incidents and disasters. Reporting such events to the necessary authorities and manage the budget accordingly. The Department has compiled a Disaster Management action plan document whereby any incident or Disaster can be line managed and reported.

Description Of The Activity

Within the Disaster Management Department the following projects and activities took place.

- Disaster Management assisted in numerous incidents :
 - A petrol tanker accident on the N2
 - Several fire victims in the informal settlement in Grabouw
 - Several fire victims in the informal settlement in Villiersdorp
 - Assisting in with the floods in Greyton and Genadendal
 - Assisting in the xenophobia incidents in Grabouw
 - Numerous weather related incidents floods and strong winds in the informal settlement areas in Grabouw and Villiersdorp
 - Fire fighting in Grabouw and Nuweberg area.

- In all above mention cases the necessary mitigation plans were applied
- The Disaster management departments were also involved in pre meetings to assist with prevention of incidents and disasters in such events. eg.
 - The cape epic bike race.
- We also had successful meetings regarding mitigation of victims with Provincial Social services and Red cross
- Numerous food parcels was provided to family's in need after incidents or disasters.
- One family were successful evacuated with the help of an helicopter in the Greyton floods last year
- Helicopters were also involved with fighting the huge fire that occurred in the Grabouw area in the beginning of the year.
- Disaster Management also helped with providing temporary shelter for numerous Disaster victims as a form of mitigation.